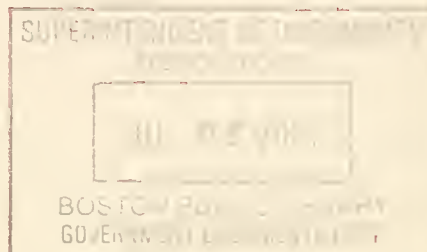


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# INDIVIDUAL INCOME TAX RETURNS 1998



▲ RETURNS FILED \$ TAX COMPUTATIONS \$

SALARIES &amp; WAGES \$ TAXABLE INCOME ▼

EXEMPTIONS \$ STANDARD DEDUCTIONS

ADJUSTED GROSS INCOME \$ INCOME TAX

NET GAINS ▲ NET LOSSES ▼ TAX LIABILITY

ITEMIZED DEDUCTIONS \$ ADJUSTMENTS ▼

▼ IRAS \$ MARITAL STATUS ▼ DEPENDENTS

INTEREST ▼ ALTERNATIVE MINIMUM TAX

\$ NONTAXABLE RETURNS ▼ TAX REFUNDS

▲ TAX CREDITS ▼ SOURCES OF INCOME \$

\$ EARNED INCOME CREDIT ▲ DIVIDENDS



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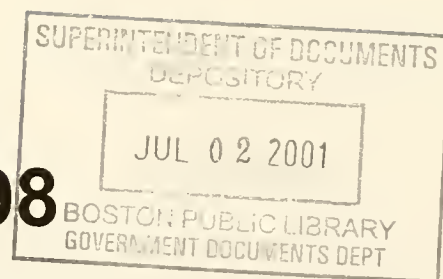
Publication 1304 (Rev. 4-2001)  
Catalog Number 63338H

STATISTICS OF INCOME DIVISION



Department  
of the  
Treasury  
Internal  
Revenue  
Service

# Individual Income Tax Returns 1998



Publication 1304 (Rev. 04-2001)

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**Charles O. Rossotti**  
Commissioner

This report contains data on sources of income, adjusted gross income, exemptions, deductions, taxable income, income tax, modified income tax, tax credits, self-employment tax, and tax payments. Classifications are by tax status, size of adjusted gross income, marital status, and type of tax computation.

**Bob Wenzel**  
Deputy Commissioner

**David A. Mader**  
Assistant Deputy Commissioner

Additional unpublished information from individual income tax returns, classified by size of adjusted gross income, is available on a reimbursable basis. The Statistics of Income Division also makes the results of its studies available to the general public in the form of electronic databases, and the Internet. You can sample our products by contacting our Internet site at [http://www.ustreas.irs.gov/prod/tax\\_stats/index.html](http://www.ustreas.irs.gov/prod/tax_stats/index.html).

**Thomas B. Petska**  
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Chief,  
Individual Statistics Branch

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# Section 1

# Introduction and Changes in Law

## Introduction

This report contains complete individual income tax data for Tax Year 1998. The statistics are based on a stratified probability sample of individual income tax returns, selected before audit, which represents a population of almost 125 million Forms 1040, 1040A, 1040EZ, and 1040PC, including electronic returns, filed for Tax Year 1998.

Table A on the following pages presents selected income and tax items for Tax Years 1994, 1995, 1996, 1997, and 1998 as they appear on the forms and provides the percentage change for each item between 1997 and 1998. When comparing income and tax items from different years, it is important to consider any changes in the tax law which may have affected the data. These tax law changes are explained below. To assist inter-year comparisons, Table A includes the items in both current dollars and constant 1990 dollars, as adjusted by the U.S. Department of Labor's consumer price index (CPI-U).

For Tax Year 1998, the number of individual tax returns filed increased by over

2.0 million, or 1.9 percent. Adjusted gross income (AGI) grew \$446.0 billion, or 9.0 percent from 1997 to 1998, compared to the 9.6 percent growth recorded from 1996 to 1997. Total tax liability increased 7.6 percent to \$826.6 billion. Several components of AGI showed sizable increases for 1998: taxable Individual Retirement Account distributions increased 34.3 percent; net capital gain less loss increased 25.3 percent; and self-employed health insurance increased 21.3 percent.

This report is divided into six sections. Section 1 explains the requirements for filing, changes in the law for 1998, and the 1979 Income Concept. Section 2 describes the sample of individual income tax returns upon which the statistics are based. Section 3 contains tables of detailed aggregate statistics on individual tax returns. Section 4 provides explanations of the terms used in the tables. The tax forms appear in Section 5, and Section 6 contains a subject index.

**Table A--Selected Income and Tax Items for Selected Years, 1994-1998, in Current and Constant 1990 Dollars<sup>1</sup>**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Current dollars					Percent change 1997 to 1998
	1994	1995	1996	1997	1998	
	(1)	(2)	(3)	(4)	(5)	(6)
<b>All returns*</b> .....	<b>115,943,131</b>	<b>118,218,327</b>	<b>120,351,208</b>	<b>122,421,991</b>	<b>124,770,662</b>	<b>1.9</b>
Form 1040 returns.....	66,390,696	64,774,724	66,264,999	68,781,991	71,162,837	3.5
Electronically filed returns.....	3,562,384	4,130,001	4,905,975	6,972,994	9,450,121	35.5
Form 1040A returns.....	26,051,305	24,463,262	24,579,173	24,780,076	25,987,822	4.9
Electronically filed returns.....	5,639,602	5,975,664	7,083,225	8,475,296	10,285,487	21.4
Form 1040EZ returns.....	20,507,577	21,644,177	21,196,154	21,154,656	20,830,173	-1.5
Electronically filed returns.....	2,700,590	4,618,555	6,964,704	8,839,265	9,150,964	3.5
Form 1040PC returns.....	2,993,313	7,102,740	8,310,882	7,705,268	6,789,831	-11.9
Salaries & wages						
Number of returns.....	99,356,244	101,138,551	102,748,874	104,404,985	106,535,263	2.0
Amount.....	3,026,777,706	3,201,456,569	3,376,871,545	3,613,918,456	3,879,762,259	7.4
Taxable interest received						
Number of returns.....	65,340,012	67,028,830	67,159,338	67,300,571	67,231,792	-0.1
Amount.....	126,169,276	154,780,536	165,672,564	171,700,242	178,333,632	3.9
Tax-exempt interest						
Number of returns.....	5,061,511	5,006,129	5,000,839	4,925,914	4,778,374	-3.0
Amount.....	48,296,834	48,518,428	48,216,666	49,016,921	50,223,365	2.5
Dividends in AGI						
Number of returns.....	25,235,082	26,214,195	27,709,581	29,507,639	30,423,274	3.1
Amount.....	82,410,237	94,592,325	104,254,986	120,493,432	118,479,991	-1.7
State income tax refund						
Number of returns.....	17,771,636	18,261,317	18,352,565	19,218,388	19,544,265	1.7
Amount.....	11,853,690	12,235,548	12,751,223	14,094,351	14,707,844	4.4
Alimony received						
Number of returns.....	421,716	427,060	415,593	413,109	437,410	5.9
Amount.....	4,397,932	4,339,781	4,592,121	4,965,883	5,118,123	3.1
Business or profession net income, less loss						
Number of returns.....	15,944,127	16,172,851	16,735,827	16,937,575	17,104,786	1.0
Amount.....	166,203,589	169,343,327	176,903,956	186,741,216	202,400,115	8.4
Net capital gain in AGI less loss						
Number of returns.....	14,808,542	15,284,562	16,636,286	24,240,112	25,690,397	6.0
Amount.....	139,544,718	166,758,085	245,960,751	356,083,267	446,083,839	25.3
Capital gain distributions reported on Form 1040						
Number of returns.....	4,014,164	4,678,363	5,428,435	N/A	N/A	--
Amount.....	2,743,634	3,657,121	5,856,183	N/A	N/A	--
Sales of property other than capital assets, net gain less loss						
Number of returns.....	1,774,653	1,777,233	1,822,036	1,744,602	1,719,937	-1.4
Amount.....	-3,188,731	-3,010,038	-2,284,494	-1,460,402	-1,575,698	-7.9
Total IRA distributions						
Number of returns.....	5,502,525	5,858,634	6,456,820	6,761,089	8,530,379	26.2
Amount.....	55,312,555	59,840,199	70,006,464	79,009,673	133,357,445	68.8
Taxable IRA distributions in AGI						
Number of returns.....	4,777,297	5,255,882	5,831,146	6,214,044	7,774,091	25.1
Amount.....	33,106,103	37,316,169	45,538,743	55,182,520	74,094,367	34.3
Total pensions & annuities						
Number of returns.....	19,063,270	19,778,915	20,675,450	20,948,184	22,211,348	6.0
Amount.....	288,967,847	311,264,612	344,907,107	382,935,981	441,521,385	15.3
Taxable pensions & annuities in AGI						
Number of returns.....	17,893,606	18,414,601	19,272,307	19,496,575	20,473,407	5.0
Amount.....	205,442,984	221,053,045	238,786,811	259,711,251	280,650,198	8.1
Rents, royalties, partnerships, estates, trusts, etc.						
Number of returns.....	13,995,757	14,158,755	14,371,185	14,480,636	14,647,697	1.2
Amount.....	135,860,869	148,999,462	175,060,227	198,823,191	219,258,921	10.3
Farm net income less loss						
Number of returns.....	2,242,324	2,219,244	2,188,025	2,160,954	2,091,845	-3.2
Amount.....	-7,378,101	-7,849,640	-7,111,985	-6,847,443	-7,933,778	-15.9
Unemployment compensation in AGI						
Number of returns.....	8,530,794	7,985,322	7,995,015	7,124,100	7,082,562	-0.6
Amount.....	20,285,055	19,336,423	19,326,824	17,230,102	16,814,669	-2.4
Social security benefits (received)						
Number of returns.....	10,040,115	10,292,449	10,961,473	11,351,510	12,136,792	6.9
Amount.....	112,332,115	119,291,657	130,679,153	139,958,629	154,953,370	10.7
Taxable social security benefits in AGI						
Number of returns.....	5,891,912	6,598,033	7,365,955	8,307,938	8,941,171	7.6
Amount.....	38,639,292	45,715,361	53,203,171	61,557,689	68,702,700	11.6
Foreign earned income exclusion <sup>2</sup>						
Number of returns.....	257,240	266,129	279,004	297,534	308,284	3.6
Amount.....	11,096,943	12,284,935	11,982,578	13,170,179	13,455,924	2.2
Net operating loss <sup>2</sup>						
Number of returns.....	431,277	505,303	503,913	568,443	539,802	-5.0
Amount.....	47,045,252	49,330,982	49,749,182	51,343,546	48,297,886	-5.9
Other income, net gain less loss <sup>2</sup>						
Number of returns.....	5,453,748	4,623,440	4,698,360	4,737,237	5,088,222	7.4
Amount.....	21,915,214	15,518,117	16,741,080	19,085,136	21,554,040	12.9

Footnotes at end of table

**Table A--Selected Income and Tax Items for Selected Years, 1994-1998, in Current and Constant 1990 Dollars--Continued<sup>1</sup>**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Current dollars					Percent change, 1997 to 1998
	1994	1995	1996	1997	1998	
	(1)	(2)	(3)	(4)	(5)	(6)
Total income, net gain less loss						
Number of returns	115,831,790	118,113,441	120,289,122	122,332,599	124,652,387	1.9
Amount	3,946,621,274	4,230,493,192	4,578,621,425	5,016,904,666	5,467,503,555	9.0
Total taxpayer IRA adjustment						
Number of returns	4,319,153	4,300,722	4,374,281	4,068,958	3,868,017	-4.9
Amount	8,388,771	8,338,014	8,627,534	8,662,694	8,188,452	-5.5
Student loan interest deduction						
Number of returns	N/A	N/A	N/A	N/A	3,763,742	--
Amount	N/A	N/A	N/A	N/A	1,730,768	--
Medical savings account deduction						
Number of returns	N/A	N/A	N/A	16,912	42,235	149.7
Amount	N/A	N/A	N/A	22,454	62,071	176.4
One-half of self-employment tax						
Number of returns	12,734,753	12,849,084	13,204,164	13,513,228	13,756,483	1.8
Amount	13,104,801	13,341,810	14,044,148	14,868,362	15,960,341	7.3
Self-employed health insurance						
Number of returns	1,483,167	3,011,145	3,147,032	3,284,842	3,380,867	2.9
Amount	1,183,635	2,601,145	2,785,382	3,869,842	4,693,286	21.3
Keogh retirement plan						
Number of returns	995,844	1,032,102	1,079,413	1,189,981	1,177,487	-1.0
Amount	8,194,688	8,734,145	8,979,382	10,237,623	11,039,683	7.8
Penalty on early withdrawal of savings						
Number of returns	636,445	803,838	708,631	918,302	828,922	-9.7
Amount	137,032	203,861	167,528	234,237	217,913	-7.0
Alimony paid adjustment						
Number of returns	639,000	567,947	597,157	623,646	590,898	-5.3
Amount	5,513,611	5,225,564	5,668,169	6,311,455	6,877,808	9.0
Foreign housing deductions						
Number of returns	4,312	5,765	4,055	654	1,543	135.9
Amount	50,994	114,619	75,059	16,361	38,994	138.3
Other adjustments						
Number of returns	125,020	126,323	120,561	116,629	164,646	38.8
Amount	981,245	860,329	618,170	884,074	1,037,209	17.3
Total statutory adjustments						
Number of returns	17,859,335	18,208,887	18,424,901	18,785,760	21,998,366	17.1
Amount	39,103,321	41,139,577	42,646,933	46,954,680	51,530,709	9.7
Adjusted gross income or loss (AGI)						
Amount	3,907,517,953	4,189,353,615	4,535,974,492	4,969,949,986	5,415,972,847	9.0
Total itemized deductions						
Number of returns	33,017,754	34,007,717	35,414,589	36,624,595	38,186,186	4.3
Amount	493,654,068	527,374,034	572,541,293	620,810,172	676,460,336	9.0
Total standard deduction						
Number of returns	81,947,182	83,222,737	83,996,917	84,844,302	85,576,463	0.9
Amount	397,106,389	413,584,632	426,102,973	441,695,925	459,457,374	4.0
Basic standard deduction						
Number of returns	81,947,182	83,222,737	83,996,917	84,844,302	85,576,463	0.9
Amount	385,027,102	401,265,344	412,808,983	428,362,726	445,400,450	4.0
Additional standard deduction						
Number of returns	10,621,983	10,809,600	11,042,761	11,136,379	11,081,634	-0.5
Amount	12,079,287	12,319,288	13,293,990	13,333,199	14,056,924	5.4
AGI less deductions						
Number of returns	104,288,562	106,211,028	107,919,330	110,720,898	111,924,583	1.1
Amount	3,092,849,174	3,326,498,893	3,615,875,867	3,984,130,897	4,357,840,879	9.4
Number of exemptions	232,716,395	237,164,486	238,626,393	241,279,259	245,592,958	1.8
Exemption amount	562,559,033	584,509,487	598,860,677	627,825,050	650,347,285	3.6
Taxable income						
Number of returns	92,793,239	94,612,292	96,576,755	99,314,519	100,801,271	1.5
Amount	2,597,980,066	2,813,826,386	3,089,667,389	3,429,109,165	3,780,838,200	10.3
Tax on table, rate schedules, etc.						
Number of returns	92,689,014	94,482,512	96,513,834	99,217,292	100,793,439	1.6
Amount	540,938,022	595,744,087	666,575,498	738,819,027	813,227,104	10.1
Additional taxes						
Number of returns	100,985	65,179	36,237	59,250	47,690	-19.5
Amount	633,313	424,567	148,670	663,002	341,757	-48.5
Income tax before credits						
Number of returns	92,701,755	94,497,909	96,522,237	99,225,503	100,797,716	1.6
Amount	541,571,335	596,168,654	666,724,167	739,482,029	813,568,861	10.0
Child care credit						
Number of returns	6,011,648	5,964,253	5,974,146	5,795,530	6,128,155	5.7
Amount	2,525,652	2,517,962	2,531,383	2,464,005	2,660,573	8.0
Credit for elderly or disabled						
Number of returns	222,358	251,524	168,012	190,343	180,473	-5.2
Amount	46,601	48,028	31,836	41,281	35,689	-13.5
Child tax credit						
Number of returns	N/A	N/A	N/A	N/A	24,810,781	--
Amount	N/A	N/A	N/A	N/A	15,143,468	--
Education credits						
Number of returns	N/A	N/A	N/A	N/A	4,652,596	--
Amount	N/A	N/A	N/A	N/A	3,376,647	--
Adoption credit						
Number of returns	N/A	N/A	N/A	30,721	40,668	32.4
Amount	N/A	N/A	N/A	58,522	83,046	41.9
Foreign tax credit						
Number of returns	1,545,691	1,730,566	2,105,799	2,334,015	2,995,294	28.3
Amount	2,308,948	2,965,313	3,538,835	4,073,461	4,677,022	14.8

Footnotes at end of table



**Table A--Selected Income and Tax Items for Selected Years, 1994-1998, in Current and Constant 1990 Dollars--Continued<sup>1</sup>**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Current dollars					Percent change, 1997 to 1998
	1994	1995	1996	1997	1998	
	(1)	(2)	(3)	(4)	(5)	(6)
General business credit						
Number of returns	301,244	267,527	297,511	306,254	272,197	-11.1
Amount	690,038	702,906	742,891	826,320	732,487	-11.4
Prior year minimum tax credit						
Number of returns	77,133	106,592	117,414	118,571	108,583	-8.4
Amount	376,558	468,755	669,545	681,282	818,389	20.1
Total credits <sup>2</sup>						
Number of returns	8,120,873	8,263,198	8,583,103	8,712,146	32,114,860	268.6
Amount	6,141,494	6,894,461	7,740,814	8,410,868	27,823,908	230.8
Income tax less credits <sup>3</sup>						
Number of returns	92,092,322	94,020,926	96,051,501	98,794,570	96,581,077	-2.2
Amount	535,429,841	589,274,192	658,983,353	731,071,161	785,744,954	7.5
Self-employment tax						
Number of returns	12,748,808	12,850,372	13,217,169	13,515,150	13,757,431	1.8
Amount	26,227,746	26,678,859	28,094,894	29,738,153	31,914,256	7.3
Alternative minimum tax						
Number of returns	368,964	414,106	477,898	618,072	853,433	38.1
Amount	2,212,094	2,290,576	2,812,746	4,005,101	5,014,549	25.2
Recapture taxes						
Number of returns	7,280	7,416	12,207	26,922	22,300	-17.2
Amount	34,596	51,517	70,167	133,018	238,980	79.7
Social security, Medicare tax on tip income not reported						
Number of returns	347,712	267,601	286,946	267,055	245,028	-8.2
Amount	33,599	43,651	32,100	27,826	26,264	-5.6
Tax on qualified retirement plans						
Number of returns	2,832,705	3,039,096	3,434,814	3,415,245	3,786,186	10.9
Amount	1,501,808	1,780,113	2,189,148	2,335,845	2,699,419	15.6
Advanced earned income credit payments						
Number of returns	220,447	193,751	192,014	239,664	217,555	-9.2
Amount	75,243	124,693	91,737	122,398	105,877	-13.5
Total tax liability <sup>1,4</sup>						
Number of returns	95,432,579	97,461,757	99,665,343	102,359,516	100,813,446	-1.5
Amount	565,560,681	620,965,863	693,027,778	768,290,921	826,621,050	7.6
Income tax withheld						
Number of returns	100,436,904	102,436,220	104,213,605	106,483,908	109,144,689	2.5
Amount	460,687,479	495,484,153	533,284,434	582,124,212	636,248,491	9.3
Estimated tax payments						
Number of returns	12,083,839	11,903,592	12,333,764	12,766,410	13,072,121	2.4
Amount	115,983,568	122,489,252	141,571,020	162,584,233	177,750,952	9.3
Earned income credit <sup>1</sup>						
Number of returns	19,017,357	19,334,397	19,463,836	19,391,179	19,704,707	1.6
Amount	21,105,158	25,955,575	28,825,258	30,388,582	31,591,789	4.0
Payment with an extension request						
Number of returns	1,249,234	1,368,994	1,422,648	1,597,435	1,540,573	-3.6
Amount	19,752,634	24,929,343	32,447,235	38,918,434	45,640,225	17.3
Excess social security tax withheld						
Number of returns	930,953	1,033,189	1,178,757	1,267,562	1,303,642	2.8
Amount	935,083	1,081,454	1,313,451	1,399,705	1,523,584	8.9
Other payments <sup>5</sup>						
Form 2439						
Number of returns	30,165	42,037	87,976	68,097	41,688	-38.8
Amount	44,384	67,482	60,178	55,227	46,076	-16.6
Form 4136						
Number of returns	575,317	519,653	513,815	445,633	446,489	0.2
Amount	157,098	123,815	108,650	101,328	108,376	7.0
Total payments <sup>1,6</sup>						
Number of returns	109,152,732	111,098,864	112,926,241	115,138,784	117,835,317	2.3
Amount	618,682,380	670,131,074	737,610,226	815,571,720	893,418,466	9.5
Overpayment, total						
Number of returns	85,089,436	85,348,771	86,492,206	88,311,237	93,434,624	5.8
Amount	112,924,413	119,462,121	128,964,442	140,110,378	167,987,055	19.9
Overpayment refunded						
Number of returns	82,136,645	82,744,440	83,668,927	85,381,040	90,233,356	5.7
Amount	98,539,553	104,537,379	111,680,967	119,706,937	144,445,788	20.7
Refund credited to next year						
Number of returns	4,347,767	3,671,556	3,862,330	4,109,601	4,567,379	11.1
Amount	14,384,861	14,924,742	17,283,475	20,403,441	23,541,268	15.4
Tax due at time of filing						
Number of returns	27,639,693	29,734,331	30,601,619	31,198,382	28,429,856	-8.9
Amount	60,507,961	71,153,015	85,337,201	93,909,641	102,151,442	8.8
Tax penalty						
Number of returns	4,707,696	5,177,201	5,530,812	5,920,839	5,019,736	-15.2
Amount	705,246	856,106	955,207	1,080,062	961,802	-10.9

Footnotes at end of table

**Table A--Selected Income and Tax Items for Selected Years, 1994-1998, in Current and Constant 1990 Dollars--Continued<sup>1</sup>**

(All figures are estimates based on samples--money amounts are in thousands of dollars)

Item	Constant 1990 dollars *					Percent change, 1997 to 1998
	1994	1995	1996	1997	1998	
	(7)	(8)	(9)	(10)	(11)	(12)
<b>All returns*</b> .....	<b>114,601,819</b>	<b>115,943,131</b>	<b>118,218,327</b>	<b>120,351,208</b>	<b>122,421,991</b>	<b>1.7</b>
Form 1040 returns .....	66,358,259	66,390,696	64,774,724	66,264,999	68,781,991	3.8
Electronically filed returns .....	3,858,800	3,562,384	4,130,001	4,905,975	6,972,994	42.1
Form 1040A returns .....	27,850,427	26,051,305	24,463,262	24,579,173	24,780,076	0.8
Electronically filed returns .....	7,707,100	5,639,602	5,975,664	7,083,225	8,475,296	19.7
Form 1040EZ returns .....	20,393,132	20,507,577	21,644,177	21,196,154	21,154,656	-0.2
Electronically filed returns .....	2,524,937	2,700,590	4,618,555	6,964,704	8,839,265	26.9
Form 1040PC returns .....	4,215,400	2,993,313	7,102,740	8,310,882	7,705,268	-7.3
Salaries & wages .....						
Number of returns .....	99,356,244	101,138,551	102,748,874	104,404,985	106,535,263	2.0
Amount .....	2,669,116,143	2,745,674,587	2,814,059,621	2,942,930,339	3,093,909,297	5.1
Taxable interest received .....						
Number of returns .....	65,340,012	67,028,830	67,159,338	67,300,571	67,231,792	-0.1
Amount .....	111,260,384	132,744,885	138,060,470	139,821,044	142,211,828	1.7
Tax-exempt interest .....						
Number of returns .....	5,061,511	5,006,129	5,000,839	4,925,914	4,778,374	-3.0
Amount .....	42,589,801	41,611,002	40,180,555	39,916,059	40,050,530	0.3
Dividends in AGI .....						
Number of returns .....	25,235,082	26,214,195	27,709,581	29,507,639	30,423,274	3.1
Amount .....	72,672,167	81,125,493	86,879,155	98,121,687	94,481,652	-3.7
State income tax refund .....						
Number of returns .....	17,771,636	18,261,317	18,352,565	19,218,388	19,544,265	1.7
Amount .....	10,452,989	10,493,609	10,626,019	11,477,485	11,728,743	2.2
Alimony received .....						
Number of returns .....	421,716	427,060	415,593	413,109	437,410	5.9
Amount .....	3,878,247	3,721,939	3,826,768	4,043,879	4,081,438	0.9
Business or profession net income, less loss .....						
Number of returns .....	15,944,127	16,172,851	16,735,827	16,937,575	17,104,786	1.0
Amount .....	146,564,011	145,234,414	147,419,963	152,069,394	161,403,600	6.1
Net capital gain in AGI less loss .....						
Number of returns .....	14,808,542	15,284,562	16,636,286	24,240,112	25,690,397	6.0
Amount .....	123,055,307	143,017,226	204,967,293	289,970,087	355,728,739	22.7
Capital gain distributions reported on Form 1040 .....						
Number of returns .....	4,014,164	4,678,363	5,428,435	N/A	N/A	--
Amount .....	2,419,430	3,136,467	4,880,153	N/A	N/A	--
Sales of property other than capital assets, net gain less loss .....						
Number of returns .....	1,774,653	1,777,233	1,822,036	1,744,602	1,719,937	-1.4
Amount .....	-2,811,932	-2,581,508	-1,903,745	-1,189,252	-1,256,537	-5.7
Total IRA distributions .....						
Number of returns .....	5,502,525	5,858,634	6,456,820	6,761,089	8,530,379	26.2
Amount .....	48,776,504	51,320,925	58,338,720	64,340,125	106,345,650	65.3
Taxable IRA distributions in AGI .....						
Number of returns .....	4,777,297	5,255,882	5,831,146	6,214,044	7,774,091	25.1
Amount .....	29,194,094	32,003,575	37,948,953	44,936,906	59,086,417	31.5
Total pensions & annuities .....						
Number of returns .....	19,063,270	19,778,915	20,675,450	20,948,184	22,211,348	6.0
Amount .....	254,821,735	266,950,782	287,422,589	311,837,118	352,090,419	12.9
Taxable pensions & annuities in AGI .....						
Number of returns .....	17,893,606	18,414,601	19,272,307	19,496,575	20,473,407	5.0
Amount .....	181,166,653	189,582,371	198,989,009	211,491,247	223,803,986	5.8
Rents, royalties, partnerships, estates, trusts, etc. ....						
Number of returns .....	13,995,757	14,158,755	14,371,185	14,480,636	14,647,697	1.2
Amount .....	119,806,763	127,786,846	145,883,523	161,908,136	174,847,624	8.0
Farm net income less loss .....						
Number of returns .....	2,242,324	2,219,244	2,188,025	2,160,954	2,091,845	-3.2
Amount .....	-6,506,262	-6,732,110	-5,926,654	-5,576,094	-6,326,777	-13.5
Unemployment compensation in AGI .....						
Number of returns .....	8,530,794	7,985,322	7,995,015	7,124,100	7,082,562	-0.6
Amount .....	17,888,056	16,583,553	16,105,687	14,031,028	13,408,827	-4.4
Social security benefits (received) .....						
Number of returns .....	10,040,115	10,292,449	10,961,473	11,351,510	12,136,792	6.9
Amount .....	99,058,302	102,308,454	108,899,294	113,972,825	123,567,281	8.4
Taxable social security benefits in AGI .....						
Number of returns .....	5,891,912	6,598,033	7,365,955	8,307,938	8,941,171	7.6
Amount .....	34,073,450	39,206,999	44,335,976	50,128,411	54,786,842	9.3
Foreign earned income exclusion <sup>2</sup> .....						
Number of returns .....	257,240	266,129	279,004	297,534	308,284	3.6
Amount .....	9,785,664	10,535,965	9,985,482	10,724,901	10,730,402	-0.2
Net operating loss <sup>2</sup> .....						
Number of returns .....	431,277	505,303	503,913	568,443	539,802	-5.0
Amount .....	41,486,113	42,307,875	41,457,652	41,810,705	38,515,061	-8.1
Other income, net gain less loss <sup>2</sup> .....						
Number of returns .....	5,453,748	4,623,440	4,698,360	4,737,237	5,088,222	7.4
Amount .....	19,325,586	13,308,848	13,950,900	15,541,642	17,188,230	10.4

Footnotes at end of table



**Table A--Selected Income and Tax Items for Selected Years, 1994-1998, in Current and Constant 1990 Dollars--Continued<sup>1</sup>**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Constant 1990 dollars *					Percent change, 1997 to 1998
	1994	1995	1996	1997	1998	
	(7)	(8)	(9)	(10)	(11)	(12)
Total income, net gain less loss						
Number of returns.....	115,831,790	118,113,441	120,289,122	122,332,599	124,652,387	1.9
Amount.....	3,480,265,674	3,628,210,285	3,815,517,854	4,085,427,252	4,360,050,682	6.5
Total taxpayer IRA adjustment						
Number of returns.....	4,319,153	4,300,722	4,374,281	4,068,958	3,868,017	-4.9
Amount.....	7,397,505	7,150,955	7,189,612	7,054,311	6,529,866	-7.6
Student loan interest deduction						
Number of returns.....	N/A	N/A	N/A	N/A	3,763,742	--
Amount.....	N/A	N/A	N/A	N/A	1,380,198	--
Medical savings account deduction						
Number of returns.....	N/A	N/A	N/A	16,912	42,235	149.7
Amount.....	N/A	N/A	N/A	18,285	49,498	170.7
One-half of self-employment tax						
Number of returns.....	12,734,753	12,849,084	13,204,164	13,513,228	13,756,483	1.8
Amount.....	11,556,262	11,442,376	11,703,457	12,107,787	12,727,545	5.1
Self-employed health insurance						
Number of returns.....	1,483,167	3,011,145	3,147,032	3,284,842	3,380,867	2.9
Amount.....	1,043,770	2,230,828	2,321,152	3,151,337	3,742,652	18.8
Keogh retirement plan						
Number of returns.....	995,844	1,032,102	1,079,413	1,189,981	1,177,487	-1.0
Amount.....	7,226,356	7,490,690	7,482,818	8,336,827	8,803,575	5.6
Penalty on early withdrawal of savings						
Number of returns.....	636,445	803,838	708,631	918,302	828,922	-9.7
Amount.....	120,840	174,838	139,607	190,747	173,774	-8.9
Alimony paid adjustment						
Number of returns.....	639,000	567,947	597,157	623,646	590,898	-5.3
Amount.....	4,862,091	4,481,616	4,723,474	5,139,621	5,484,695	6.7
Foreign housing deductions						
Number of returns.....	4,312	5,765	4,055	654	1,543	135.9
Amount.....	44,968	98,301	62,549	13,323	31,096	133.4
Other adjustments						
Number of returns.....	125,020	126,323	120,561	118,629	164,646	38.8
Amount.....	865,295	737,846	515,142	719,930	827,120	14.9
Total statutory adjustments						
Number of returns.....	17,859,335	18,208,887	18,424,901	18,785,760	21,998,366	17.1
Amount.....	34,482,646	35,282,656	35,539,111	38,236,710	41,093,069	7.5
Adjusted gross income or loss (AGI)						
Amount.....	3,533,018,041	3,694,315,357	3,890,201,108	4,141,624,988	4,410,401,341	6.5
Total itemized deductions						
Number of returns.....	33,017,754	34,007,717	35,414,589	36,624,595	38,186,186	4.3
Amount.....	435,321,048	452,293,340	477,117,744	505,545,743	539,442,054	6.7
Total standard deduction						
Number of returns.....	81,947,182	83,222,737	83,996,917	84,844,302	85,576,463	0.9
Amount.....	350,182,001	354,703,801	355,085,811	359,687,235	366,393,440	1.9
Basic standard deduction						
Number of returns.....	81,947,182	83,222,737	83,996,917	84,844,302	85,576,463	0.9
Amount.....	339,530,072	344,138,374	344,007,486	348,829,581	355,183,772	1.8
Additional standard deduction						
Number of returns.....	10,621,983	10,809,600	11,042,761	11,136,379	11,081,634	-0.5
Amount.....	10,651,929	10,565,427	11,078,325	10,857,654	11,209,668	3.2
AGI less deductions						
Number of returns.....	104,288,562	106,211,028	107,919,330	110,720,898	111,924,583	1.1
Amount.....	2,727,380,224	2,852,915,003	3,013,229,889	3,244,406,268	3,475,152,216	7.1
Number of exemptions						
Exemption amount.....	232,716,395	237,164,486	238,626,393	238,626,393	238,626,393	0.0
Taxable income						
Number of returns.....	496,083,803	501,294,586	499,050,564	511,258,184	518,618,250	1.4
Amount.....	92,793,239	94,612,292	96,576,755	99,314,519	100,801,271	1.5
Tax from table, rate schedules, etc						
Number of returns.....	2,290,987,713	2,413,230,177	2,574,722,824	2,792,434,173	3,015,022,488	8.0
Amount.....	92,689,014	94,482,512	96,513,834	99,217,292	100,793,439	1.6
Additional taxes						
Number of returns.....	477,017,656	510,929,749	555,479,582	601,644,159	648,506,463	7.8
Amount.....	100,985	65,179	36,237	59,250	47,690	-19.5
Income tax before credits						
Number of returns.....	558,477	364,123	123,892	539,904	272,533	-49.5
Amount.....	92,701,755	94,497,909	96,522,237	99,225,503	100,797,716	1.6
Child care credit						
Number of returns.....	477,576,133	511,293,871	555,603,473	602,184,063	648,778,996	7.7
Amount.....	6,011,648	5,964,253	5,974,146	5,795,530	6,128,155	5.7
Credit for elderly or disabled						
Number of returns.....	2,227,206	2,159,487	2,109,486	2,006,519	2,121,669	5.7
Amount.....	222,358	251,524	168,012	190,343	180,473	-5.2
Child tax credit						
Number of returns.....	41,094	41,190	26,530	33,616	28,460	-15.3
Amount.....	N/A	N/A	N/A	N/A	24,810,781	--
Education credits						
Number of returns.....	N/A	N/A	N/A	N/A	12,076,131	--
Amount.....	N/A	N/A	N/A	N/A	4,652,596	--
Adoption credit						
Number of returns.....	N/A	N/A	N/A	N/A	2,692,701	--
Amount.....	N/A	N/A	N/A	N/A	40,668	32.4
Foreign tax credit						
Number of returns.....	N/A	N/A	N/A	N/A	66,225	39.0
Amount.....	1,545,691	1,730,566	2,105,799	2,334,015	2,995,294	28.3
Amount.....	2,036,109	2,543,150	2,949,029	3,317,151	3,729,683	12.4

Footnotes at end of table

**Table A--Selected Income and Tax Items for Selected Years, 1994-1998, in Current and Constant 1990 Dollars--Continued<sup>1</sup>**

(All figures are estimates based on samples--money amounts are in thousands of dollars)

Item	Constant 1990 dollars <sup>2</sup>					Percent change, 1997 to 1998
	1994	1995	1996	1997	1998	
	(7)	(8)	(9)	(10)	(11)	(12)
General business credit						
Number of returns	301,244	267,527	297,511	306,254	272,197	-11.1
Amount	608,499	602,835	619,076	672,899	584,120	-13.2
Prior year minimum tax credit						
Number of returns	77,133	106,592	117,414	118,571	108,583	-8.4
Amount	332,062	402,020	557,954	554,790	652,623	17.6
Total credits <sup>3</sup>						
Number of returns	8,120,873	8,263,198	8,583,103	8,712,146	32,114,860	268.6
Amount	5,415,780	5,912,917	6,450,678	6,849,241	22,188,124	224.0
Income tax less credits <sup>4</sup>						
Number of returns	92,092,322	94,020,926	96,051,501	98,794,570	96,581,077	-2.2
Amount	472,160,354	505,380,954	549,152,794	595,334,822	626,590,872	5.3
Self-employment tax						
Number of returns	12,748,808	12,850,372	13,217,169	13,515,150	13,757,431	1.8
Amount	23,128,524	22,880,668	23,412,412	24,216,737	25,449,965	5.1
Alternative minimum tax						
Number of returns	368,964	414,106	477,898	618,072	853,433	38.1
Amount	1,950,700	1,964,473	2,343,955	3,261,483	3,998,843	22.6
Recapture taxes						
Number of returns	7,280	7,416	12,207	26,922	22,300	-17.2
Amount	30,508	44,183	58,473	108,321	190,574	75.9
Social security, Medicare tax on tip income not reported						
Number of returns	347,712	267,601	286,946	267,055	245,028	-8.2
Amount	29,629	37,437	26,750	22,660	20,944	-7.6
Tax on qualified retirement plans						
Number of returns	2,832,705	3,039,096	3,434,814	3,415,245	3,786,186	10.9
Amount	1,324,346	1,526,684	1,824,290	1,902,154	2,152,647	13.2
Advanced earned income credit payments						
Number of returns	220,447	193,751	192,014	239,664	217,555	-9.2
Amount	66,352	106,941	76,448	99,673	84,431	-15.3
Total tax liability						
Number of returns	95,432,579	97,461,757	99,665,343	102,359,516	100,813,446	-1.5
Amount	498,730,759	532,560,774	577,523,148	625,644,072	659,187,440	5.4
Income tax withheld						
Number of returns	100,436,904	102,436,220	104,213,605	106,483,908	109,144,689	2.5
Amount	406,249,981	424,943,527	444,403,695	474,042,518	507,375,192	7.0
Estimated tax payments						
Number of returns	12,083,839	11,903,592	12,333,764	12,766,410	13,072,121	2.4
Amount	102,278,279	105,050,816	117,975,850	132,397,584	141,747,171	7.1
Earned income credit <sup>5</sup>						
Number of returns	19,017,357	19,334,397	19,463,836	19,391,179	19,704,707	1.6
Amount	18,611,250	22,260,356	24,021,048	24,746,402	25,192,814	1.8
Payment with an extension request						
Number of returns	1,249,234	1,368,994	1,422,648	1,597,435	1,540,573	-3.6
Amount	17,418,549	21,380,226	27,039,363	31,692,536	36,395,714	14.8
Excess social security tax withheld						
Number of returns	930,953	1,033,189	1,178,757	1,267,562	1,303,642	2.8
Amount	824,588	927,491	1,094,543	1,139,825	1,214,979	6.6
Other payments						
Form 2439						
Number of returns	30,165	42,037	87,976	68,097	41,688	-38.8
Amount	39,139	57,875	50,148	44,973	36,743	-18.3
Form 4136						
Number of returns	575,317	519,653	513,815	445,633	446,489	0.2
Amount	138,534	106,188	90,542	82,515	86,424	4.7
Total payments						
Number of returns	109,152,732	111,098,864	112,926,241	115,138,784	117,835,317	2.3
Amount	545,575,291	574,726,479	614,675,188	664,146,352	712,454,917	7.3
Overpayment, total						
Number of returns	85,089,436	85,348,771	86,492,206	88,311,237	93,434,624	5.8
Amount	99,580,611	102,454,649	107,470,368	114,096,399	133,960,969	17.4
Overpayment refunded						
Number of returns	82,136,645	82,744,440	83,668,927	85,381,040	90,233,356	5.7
Amount	86,895,549	89,654,699	93,067,473	97,481,219	115,188,029	18.2
Refund credited to next year						
Number of returns	4,347,767	3,671,556	3,862,330	4,109,601	4,567,379	11.1
Amount	12,685,063	12,799,950	14,402,896	16,615,180	18,772,941	13.0
Tax due at time of filing						
Number of returns	27,639,693	29,734,331	30,601,619	31,198,382	28,429,856	-8.9
Amount	53,357,990	61,023,169	71,114,334	76,473,649	81,460,480	6.5
Tax penalty						
Number of returns	4,707,696	5,177,201	5,530,812	5,920,839	5,019,736	-15.2
Amount	621,910	734,225	796,006	879,529	766,987	-12.8

<sup>1</sup> All items correspond to the Form 1040 line items. Therefore, some may differ from the SOI items shown in the Basic Tables in Section 3.

N/A = Not applicable

<sup>2</sup> Line 21 on Form 1040 consists of other income minus foreign earned income exclusion and net operating loss.<sup>3</sup> Total credits includes the values for mortgage interest tax credit and "other credits" not tabulated here.<sup>4</sup> Total tax liability includes the values for "other taxes" not tabulated here.<sup>5</sup> Total payments includes the value for the deferral of additional 1993 taxes, however, this is a value for 1993 only and is not included in table A. The value can be found in table 3.3.<sup>6</sup> Inflation-adjusted data were calculated using the consumer price index in the "Economic Report of the President," February 1998, Table B-59, based on 1990=100 when 1990 CPI-U = 130, 1998 CPI-U = 163.9, 1997 CPI-U = 160.5, 1996 CPI-U = 156.9, 1995 CPI-U = 152.4, 1994 CPI-U = 148.2, 1993 CPI-U = 144.5.<sup>7</sup> All returns for 1995 includes 233,424 Form 1040T returns.

**Figure 1--General Filing Requirements**

Marital Status	Filing Status	Age	Gross Income
Single (including divorced and legally separated)	Single	under 65 65 or older	\$6,950 \$8,000
	Head of household	under 65 65 or older	\$8,950 \$10,000
Married with a child and living apart from spouse during the last six months of 1998	Head of household	under 65 65 or older	\$8,950 \$10,000
Married and living with spouse at the end of 1998 (or on the date spouse died)	Married, joint return	under 65 (both spouses) 65 or older (one spouse) 65 or older (both spouses)	\$12,500 \$13,350 \$14,200
	Married, separate return	any age	\$2,700
Married, not living with spouse at the end of 1998 (or on the date spouse died)	Married, joint or separate return	any age	\$2,700
Widowed in 1996 or 1997 and not remarried in 1998	Single	under 65 65 or older	\$6,950 \$8,000
	Head of household	under 65 65 or older	\$8,950 \$10,000
	Qualifying widow(er) with dependent child	under 65 65 or older	\$9,800 \$10,650

## Requirements for Filing

The filing requirements for Tax Year 1998 were based on gross income, marital status, age, and, to a lesser extent, dependency and blindness. Gross income included all income received in the form of money, property, and services that was not expressly exempt from tax. Generally, a citizen or resident of the United States was required to file a tax return if gross income for the year was at least as much as the amount shown for the appropriate filing status in Figure 1. Figure 2 shows the filing requirements for taxpayers who could be claimed as a dependent by another person (such as a parent)

In addition to the general filing requirements, an individual was obligated to file a return for Tax Year 1998 if he or she:

1. was liable for any of the following taxes:
  - social security or Medicare tax on unreported tip income;
  - uncollected social security, Medicare, or railroad retirement tax on reported tip income or group-term life insurance;
  - alternative minimum tax;
  - tax on an individual retirement arrangement (IRA) or a qualified retirement plan;
  - tax from the recapture of investment credit or low-income housing credit;



## Figure 2.-Filing Requirements for Children and Other Dependents

If someone (such as a parent) can claim the individual as a dependent, and any of the four conditions listed below applies, he or she must file a return.

In this chart unearned income includes taxable interest and dividends. Earned income includes wages, tips, and taxable scholarship and fellowship grants.

**Caution:** If an individual's gross income was \$2,700 or more, he or she generally could not be claimed as a dependent unless the individual was under age 19 or under age 24 and a full-time student.

### 1. Single dependents under 65 must file a return if-

- Earned income was more than \$4,250, or
- Unearned income was over \$700, or
- Total of earned and unearned income was more than the larger of \$700 or earned income (up to \$4,000) plus \$250.

### 2. Single dependents 65 or older or blind must file a return if-

- Earned income was more than \$5,300 (\$6,350 if 65 or older and blind), or
- Unearned income was more than \$1,750 (\$2,800 if 65 or older and blind), or
- Gross income was more than the total of earned income (up to \$4,000) plus \$250 or \$700, whichever is larger, plus \$1,050 (\$2,100 if 65 or older and blind).

### 3. Married dependents under 65 must file a return if-

- Gross income was at least \$5 and spouse files a separate return on Form 1040 and itemizes deductions.
- Earned income was more than \$3,550, or
- Unearned income was over \$700, or
- Total of earned and unearned income was more than the larger of \$700 or earned income (up to \$3,300) plus \$250.

### 4. Married dependents 65 or older or blind must file a return if-

- Earned income was more than \$4,400 (\$5,250 if 65 or older and blind), or
- Unearned was more than \$1,550 (\$2,400 if 65 or older and blind), or
- Gross income was more than the total of earned income (up to \$3,300) plus \$250 or \$700, whichever is larger, plus \$850 (\$1,700 if 65 or older and blind).
- Gross income was at least \$5 and spouse files a separate return on Form 1040 and itemizes deductions.

- tax from medical savings accounts (MSA);
- 2. received any advanced earned income credit (AEIC) payments.
- 3. had net earnings from self-employment of at least \$400; or
- 4. had wages of \$108.28 or more from a church or qualified church-controlled

organization that was exempt from employer social security and Medicare taxes.

Data shown in this report include individuals who were not required to file tax returns, but did so for any of a number of reasons. For example, an individual might have filed a return

to obtain a refund of tax withheld, or take advantage of the earned income credit.

## Changes in Law

Major changes in effect for Tax Year 1998 which influenced the Statistics of Income data are listed below. Section 4, Explanation of Terms, provides more detailed explanations and definitions of the terms used in this report.

## Child Tax Credits

Beginning in 1998, a new credit of \$400 was allowed for each qualifying child under the age of 17. For families with no more than two children, the credit was non-refundable. For families with more than two children the credit was refundable subject to certain limitations. The child tax credit was phased out by \$50 for each \$1,000 (or fraction thereof) that AGI exceeded \$110,000 for taxpayers filing jointly, \$55,000 for married filing separately, and \$75,000 for single filers. Certain taxpayers were also able to take the additional child tax credit.

## Earned Income Credit

The income eligibility level and amount of the earned income credit (EIC) for 1998 was adjusted for inflation. If a taxpayer's "earned income" and modified adjusted gross income for 1998 were both less than \$26,473 and the taxpayer had one qualifying child living with them, the credit could be as much as \$2,271. If the taxpayer had two or more qualifying children living with them and earned less than \$30,095, the credit could be as much as \$3,756. For taxpayers with no qualifying children and earning less than \$10,030, the credit could be as much as \$341.

Starting in 1998 the definition of modified AGI used for EIC purposes changed. Modified AGI included tax-exempt interest plus the nontaxable part of a pension, annuity, or IRA distribution, except for any amount that is nontaxable due to trustee-to-trustee transfer or a rollover distribution. For prior years, 50

percent of business losses had to be added back to AGI to figure modified AGI. Starting in 1998 this amount increased from 50 percent to 75 percent. Also, taxpayers with investment income totaling more than \$2,300 were not eligible to receive the EIC.

## Education Credits

Beginning in 1998, the Hope Scholarship Credit and the Lifetime Learning Credit were available for post-secondary educational expenses. Based on eligibility, a taxpayer could claim only one of the credits with respect to a certain student for a certain year. If the student made a tax-free withdrawal from an educational IRA, neither credit could be claimed. The credits would be phased out for AGI between \$40,000 and \$50,000 (\$80,000 and \$100,000 for married filing jointly).

The Hope Scholarship Credit provided a maximum credit per student of 100 percent of the first \$1,000 of qualified tuition and related expenses and a 50 percent credit for the next \$1,000 of eligible expenses for enrollment in undergraduate programs. Also, the credit only applied for the first two years of post-secondary education.

Unlike the Hope Scholarship Credit, the Lifetime Learning Credit could be used for qualified tuition and expenses for undergraduate, graduate level, and professional degree courses. The credit could be used for an unlimited number of years, as long as the taxpayer or dependents were enrolled in post-secondary education. This credit applied to expenses paid after June 30, 1998, and a maximum Lifetime Learning Credit of \$1,000 could be claimed per tax return.

## Education IRA

Beginning in 1998, taxpayers could have made nondeductible contributions up to \$500 annually to an educational IRA for a child under age 18. The earnings and withdrawals were tax-free to the extent that withdrawals did not exceed the beneficiary's qualified higher education expenses for the year. The



educational IRA contribution was phased out for modified AGI between \$95,000 and \$110,000 (between \$150,000 and \$160,000 for married taxpayers filing jointly)

## Exemption Amount

Indexing for inflation allowed a taxpayer to claim a \$2,700 deduction for each exemption to which he or she was entitled for 1998, an increase over the \$2,650 allowed for 1997. The AGI threshold for the limitation of exemption amounts was also indexed for inflation, increasing from \$121,200 to \$124,500 for single filers; \$181,800 to \$186,800 for married persons filing jointly and surviving spouses; \$151,500 to \$155,650 for heads of household; and \$90,900 to \$93,400 for married persons filing separately. The phaseout of the deduction for exemptions was completed at AGI levels above \$247,000 for single filers; \$309,300 for married persons filing jointly and surviving spouses; \$278,150 for heads of household; and \$154,650 for married persons filing separately. Above these levels, no deduction for exemptions was allowed.

## Itemized Deductions

If a taxpayer's AGI was greater than \$124,500 (\$62,250 if married filing separately), his or her itemized deductions may have been limited; the threshold was increased from \$121,200 (\$60,600) for 1997, as a result of inflation indexing. The limitation did not apply to deductions for medical and dental expenses, investment interest expenses, casualty or theft losses, and gambling losses; all other deductions were subject to the limitation. To arrive at allowable itemized deductions, total itemized deductions were reduced by the smaller of: (a) 80 percent of the non-exempt deductions, or (b) 3 percent of the amount of AGI in excess of the limitation threshold.

## Personal Tax Credits

Beginning in 1998, personal tax credits were no longer limited by alternative minimum tax computations. The personal tax credits include:

credit for child and dependent care expenses, credit for the elderly or the disabled, child tax credit, education credits, adoption credit, and mortgage interest credit.

## Roth IRA

In 1998, for the first time, taxpayers were able to create Roth IRA's. Unlike traditional IRA's, contributions to a Roth IRA were not deductible. However, qualified distributions from the earnings of a Roth IRA were tax exempt. The contribution limit for Roth IRA's was the lesser of \$2,000 or the individual's taxable compensation, unless the taxpayer contributed to both Roth IRA's and traditional IRA's. In that case, the contribution limit for Roth IRA's was reduced by all contributions (other than employer contributions) to traditional IRA's for the taxable year. The eligibility for Roth IRA's was phased out for joint filers with modified AGI between \$150,000 and \$160,000, married taxpayers filing separately and living with their spouses with modified AGI between \$0 and \$10,000, and all other filers (single, head of household, and married filing separately and not living with their spouse at any time during the year) with modified AGI between \$95,000 and \$110,000. Contributions to Roth IRA's could be made after the taxpayer reached the age of 70 1/2. Also, the minimum distribution rules did not apply to living taxpayers as they did for traditional IRA's.

Some taxpayers were also eligible to make taxable rollovers of traditional IRA's to Roth IRA's without paying the 10 percent tax on early withdrawals. Taxpayers had to have a modified AGI of \$100,000 or less to be able to roll over a traditional IRA to a Roth IRA. When a taxpayer converted an amount from the traditional IRA to a Roth IRA, they were required to include in gross income the amount that they would have reported in income if they had made a withdrawal from this IRA. The taxpayer did not include in gross income any part of the conversion that was a nondeductible contribution in a traditional IRA. Taxpayers

then generally had the option of including this taxable amount from the conversion in income either for the current year or including it in equal parts over four years. Married taxpayers filing separately could not take advantage of this rollover provision.

### **Sale of a Home**

Taxpayers who sold their primary residence after May 6, 1997, were able to exclude from income up to \$250,000 (\$500,000 for married couples filing a joint tax return) of the gain on the sale of their homes.

### **Self-Employed Health Insurance Deduction**

The maximum percentage of self-employed health insurance premiums that a taxpayer could deduct as an adjustment to income rose to 45 percent, up from 40 percent in 1997.

### **Self-employment Tax**

The ceiling on taxable "self-employment income" was raised for 1998, to \$68,400 for the social security portion (12.4 percent) of the self-employment tax. The limit was \$65,400 for 1997.

### **Standard Deduction**

The standard deduction increased for 1998 as a result of inflation indexing. For single filers, the standard deduction rose from \$4,150 to \$4,250; for married persons filing jointly or surviving spouses, from \$6,900 to \$7,100; for married persons filing separately, from \$3,450 to \$3,550; and for heads of household, from \$6,050 to \$6,250. The basic standard deduction claimed by filers who were dependent children of other taxpayers increased to \$700 for 1998. New for 1998, the amount of standard deduction for a dependent could be greater than \$700 and equal to the dependent's earned income plus \$250 (but not more than the regular standard deduction amount). Taxpayers who were age 65 or over or blind could claim an additional

standard deduction amount of \$850 or \$1050 depending on marital status.

### **Student Loan Interest Deduction**

Beginning in 1998, a deduction allowed eligible taxpayers to deduct up to \$1,000 for interest paid on qualified higher education loans. These loans must have gone towards qualified expenses of either the taxpayer, the taxpayer's spouse, or any dependent of the taxpayer at the time the debt was incurred. The education interest deduction was phased out began with a modified AGI of \$40,000 - \$50,000 (\$60,000 - \$75,000, joint returns)

### **The 1979 Income Concept**

#### **A Retrospective Income Definition**

In order to analyze changes in income and taxes over a period of years, a consistent definition of income must be used. The income concept available from Federal income tax returns, AGI, was designed to facilitate tax administration, and its definition has changed over time to reflect modifications to the Internal Revenue Code. Tax laws of the 1980's (the Economic Recovery Tax Act of 1981, the Tax Equity and Fiscal Responsibility Act of 1982, the Tax Reform Act of 1984, and the Tax Reform Act of 1986) made significant changes to the components of AGI, which made it more difficult to use AGI for accurate comparisons of income from year to year. For this reason, it was decided to develop an income definition that would be consistent over several years, and would allow comparisons both before and after the major tax legislation of the 1980's.

The result was a retrospective income definition known as the 1979 Income Concept, reflecting a base period from 1979 through 1986. It was calculated using only data available from individual income tax returns. By using the same income items in the calculation each year, its definition was



### Figure 3.-Calculation of the 1979 Income Concept for 1998

#### 1979 Total Income Concept=

##### Income or Loss:

- Salaries and wages <sup>1</sup>
- Interest <sup>1</sup>
- Dividends <sup>1</sup>
- Taxable refunds <sup>1</sup>
- Alimony received <sup>1</sup>
- Capital gains reported on Schedule D minus allowable losses <sup>1</sup>
- Other gains and losses (Form 4797) <sup>1</sup>
- Business net income or loss <sup>1</sup>
- Farm net income or loss <sup>1</sup>
- Rent net income or loss <sup>1</sup>
- Royalty net income or loss <sup>1</sup>
- Partnership net income or loss <sup>1</sup>
- S Corporation net income or loss <sup>1</sup>
- Farm rental net income or loss <sup>1</sup>
- Estate or trust net income or loss <sup>1</sup>
- Unemployment compensation <sup>1</sup>
- Depreciation in excess of straight-line depreciation <sup>2</sup>
- Total pension income <sup>3, 5</sup>
- Other net income or loss <sup>4</sup>
- Net operating loss <sup>1</sup>

##### Deductions:

- Disallowed passive losses (Form 8582) <sup>6</sup>
- Moving expenses <sup>1</sup>
- Alimony paid <sup>1</sup>
- Unreimbursed business expenses <sup>6</sup>

<sup>1</sup> Included in adjusted gross income (less deficit) (AGI) for Tax Year 1998.

<sup>2</sup> Adjustment to add back excess depreciation (accelerated over straight-line depreciation) deducted in the course of a trade or business and included in net income (loss) amounts shown above.

<sup>3</sup> Includes taxable and tax-exempt pension and retirement distributions, including IRA distributions.

<sup>4</sup> Includes an adjustment to add back amounts reported for the "foreign-earned income exclusion."

<sup>5</sup> Not fully included in AGI for Tax Year 1998.

<sup>6</sup> Not included in AGI for Tax Year 1998.

consistent throughout the base years. In addition, this retrospective income definition could be used in future years to compare income by continuing to include the same components that were common to all years.

The calculation of the 1979 Income Concept is shown in Figure 3. Several items partially excluded from AGI for the base years were fully included in this new income measure, the largest of which was capital gains. The full amount of all capital gains, as well as all dividends and unemployment compensation, was included in the income calculation. Total pensions, annuities, IRA distributions, and roll-overs were added, including the non-taxable portions that were excluded from AGI. Social security benefits were omitted because they were not reported on tax returns until 1984. Also, any depreciation in excess of straight-line depreciation, which was subtracted in computing AGI, was added back.

Deductions that could be subtracted in the calculation of the 1979 Income Concept were limited to employee business expenses, alimony paid, and moving expenses. These same items were also subtracted in computing AGI until 1987 when unreimbursed business expenses and moving expenses were changed from adjustments to itemized deductions. Starting in 1994, moving expenses were once more made an adjustment to income. The amounts reported for employee business expenses by taxpayers who itemized deductions were subtracted in the calculation of the 1979 Income Concept. Taxpayers who did not itemize deductions, however, could not claim this expense (as well

**Table B--All Returns: Selected Income and Tax Items, by Size of Adjusted Gross Income and by 1979 Income Concept, 1998**

[All figures are estimates based on samples--numbers of returns are in thousands and money amounts are in millions of dollars]

Size of income	Income				Salaries and wages			
	1998 Adjusted Gross Income		1979 Income Concept		1998 Adjusted Gross Income		1979 Income Concept	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
<b>All returns, total.....</b>	<b>124,770,662</b>	<b>5,415,973</b>	<b>124,770,662</b>	<b>5,571,452</b>	<b>16,535,263</b>	<b>3,879,762</b>	<b>106,535,263</b>	<b>3,879,762</b>
Under \$10,000.....	27,284,126	79,829	26,771,398	75,877	21,435,755	111,718	21,238,961	108,070
\$10,000 under \$20,000.....	24,625,807	366,072	24,590,329	365,172	20,120,998	279,326	20,075,945	279,142
\$20,000 under \$30,000.....	18,292,762	451,254	18,870,326	465,974	15,912,818	364,495	16,086,070	369,001
\$30,000 under \$40,000.....	13,135,034	456,216	13,393,562	464,872	11,672,076	372,621	11,828,353	376,750
\$40,000 under \$50,000.....	9,973,659	447,073	9,971,063	446,979	9,071,515	368,944	9,032,908	369,209
\$50,000 under \$60,000.....	7,686,872	421,092	7,502,419	410,293	6,976,556	342,533	6,837,465	336,973
\$60,000 under \$70,000.....	5,891,662	381,631	5,545,455	359,178	5,334,810	307,650	5,127,430	297,062
\$70,000 under \$80,000.....	4,387,237	328,048	4,229,816	316,288	3,987,489	260,497	3,890,935	257,350
\$80,000 under \$90,000.....	2,925,974	247,538	2,785,814	235,789	2,657,073	193,822	2,560,730	186,767
\$90,000 under \$100,000.....	2,216,060	209,946	2,143,903	203,305	2,008,583	164,169	1,982,541	160,315
\$100,000 under \$125,000.....	3,211,034	355,933	3,243,056	359,995	2,899,383	267,715	2,935,454	268,103
\$125,000 under \$150,000.....	1,603,249	217,636	1,674,364	227,718	1,415,480	154,737	1,497,783	157,684
\$150,000 under \$175,000.....	878,918	141,977	962,494	155,599	784,006	97,755	837,769	98,673
\$175,000 under \$200,000.....	573,058	107,075	607,444	113,363	491,823	68,667	525,988	67,816
\$200,000 under \$300,000.....	1,036,956	248,276	1,230,832	295,305	891,086	149,859	1,034,156	157,550
\$300,000 under \$400,000.....	376,277	129,350	453,721	155,981	315,295	70,278	377,871	74,080
\$400,000 under \$500,000.....	192,953	85,963	234,586	104,619	161,111	46,600	196,058	47,630
\$500,000 under \$1,000,000.....	307,020	207,594	368,080	247,926	255,074	99,361	308,446	105,091
\$1,000,000 or more.....	172,004	533,469	192,000	567,220	144,334	159,017	160,400	162,496

Size of income	Taxable interest received				Dividends in AGI		Dividends received	
	1998 Adjusted Gross Income		1979 Income Concept		1998 Adjusted Gross Income		1979 Income Concept	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)
<b>All returns, total.....</b>	<b>67,231,792</b>	<b>178,334</b>	<b>67,231,792</b>	<b>178,334</b>	<b>30,423,274</b>	<b>118,480</b>	<b>30,423,274</b>	<b>118,480</b>
Under \$10,000.....	8,611,135	10,240	8,334,161	10,126	3,691,023	4,000	3,539,242	3,937
\$10,000 under \$20,000.....	9,013,652	16,618	8,788,679	15,914	3,130,971	5,453	2,976,532	5,293
\$20,000 under \$30,000.....	8,478,003	14,436	8,955,651	17,364	2,843,736	5,063	3,088,765	6,494
\$30,000 under \$40,000.....	7,507,524	12,528	7,754,334	13,943	2,687,171	5,431	2,872,843	6,586
\$40,000 under \$50,000.....	6,801,033	10,633	6,836,774	11,657	2,698,886	5,574	2,730,470	5,787
\$50,000 under \$60,000.....	5,761,643	10,358	5,615,773	10,915	2,541,417	5,496	2,384,031	5,225
\$60,000 under \$70,000.....	4,804,799	9,859	4,457,454	7,819	2,253,057	5,099	2,048,733	4,621
\$70,000 under \$80,000.....	3,714,446	8,143	3,576,242	7,121	1,886,781	5,641	1,789,447	5,230
\$80,000 under \$90,000.....	2,586,876	6,264	2,469,745	4,931	1,444,680	4,286	1,360,334	3,758
\$90,000 under \$100,000.....	2,040,210	5,281	1,969,323	5,267	1,226,425	3,721	1,162,748	3,651
\$100,000 under \$125,000.....	2,979,939	9,399	2,983,558	8,744	2,001,540	8,362	1,971,523	7,305
\$125,000 under \$150,000.....	1,516,102	7,169	1,581,542	6,046	1,127,575	5,563	1,177,255	5,097
\$150,000 under \$175,000.....	835,584	4,295	911,453	4,691	656,392	4,121	716,067	3,841
\$175,000 under \$200,000.....	548,259	3,622	576,864	3,261	447,298	3,441	480,717	3,531
\$200,000 under \$300,000.....	1,005,281	7,977	1,195,024	8,408	847,899	8,792	991,235	8,856
\$300,000 under \$400,000.....	366,155	4,913	442,700	5,067	321,496	5,216	389,535	5,396
\$400,000 under \$500,000.....	188,956	3,129	230,181	3,295	171,802	3,002	204,957	3,164
\$500,000 under \$1,000,000.....	301,817	8,773	362,410	8,843	281,510	8,485	336,419	8,761
\$1,000,000 or more.....	170,376	24,697	189,924	24,921	163,613	21,735	182,420	21,944

Size of income	Business or profession net income less loss				Sales of capital assets			
	1998 Adjusted Gross Income		1979 Income Concept		1998 Adjusted Gross Income		1979 Income Concept	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(17)	(18)	(19)	(20)	(21)	(22)	(23)	(24)
<b>All returns, total.....</b>	<b>17,104,785</b>	<b>202,400</b>	<b>17,104,785</b>	<b>202,400</b>	<b>25,690,397</b>	<b>446,084</b>	<b>25,690,397</b>	<b>446,084</b>
Under \$10,000.....	3,141,702	6,468	2,882,198	4,090	3,282,054	8,290	3,156,963	8,455
\$10,000 under \$20,000.....	2,515,088	16,499	2,547,803	15,935	2,468,337	4,854	2,358,793	4,591
\$20,000 under \$30,000.....	2,135,473	16,166	2,132,548	14,522	2,294,363	5,392	2,478,652	6,170
\$30,000 under \$40,000.....	1,751,670	13,961	1,814,268	13,796	2,217,784	6,576	2,369,420	7,503
\$40,000 under \$50,000.....	1,584,725	13,033	1,604,706	12,644	2,131,835	6,912	2,193,152	8,226
\$50,000 under \$60,000.....	1,247,468	11,978	1,229,674	10,044	2,027,529	8,387	1,924,296	7,852
\$60,000 under \$70,000.....	996,805	10,570	1,012,876	10,452	1,838,362	7,724	1,653,901	8,590
\$70,000 under \$80,000.....	787,864	9,580	773,441	9,892	1,566,055	9,553	1,461,980	8,208
\$80,000 under \$90,000.....	597,415	8,353	563,734	7,949	1,241,728	8,018	1,188,263	7,648
\$90,000 under \$100,000.....	408,070	7,596	422,677	7,480	1,068,111	7,462	991,025	6,464
\$100,000 under \$125,000.....	630,107	14,024	649,877	14,138	1,789,539	16,457	1,766,818	15,603
\$125,000 under \$150,000.....	373,531	12,063	384,923	12,358	986,367	14,101	1,023,691	13,133
\$150,000 under \$175,000.....	218,724	9,116	241,568	8,860	610,912	10,389	664,573	10,485
\$175,000 under \$200,000.....	153,384	7,551	172,730	8,018	419,225	8,879	445,056	8,788
\$200,000 under \$300,000.....	293,207	17,982	347,096	20,844	815,698	27,139	934,042	26,704
\$300,000 under \$400,000.....	102,249	8,149	125,977	9,865	319,568	18,380	376,503	18,772
\$400,000 under \$500,000.....	50,695	4,522	58,918	5,279	167,874	13,076	193,843	13,276
\$500,000 under \$1,000,000.....	74,724	7,980	92,023	9,041	280,246	41,903	328,024	41,805
\$1,000,000 or more.....	41,883	6,809	47,746	7,194	164,810	222,591	181,400	223,809

Footnotes at end of table



**Table B--All Returns: Selected Income and Tax Items, by Size of Adjusted Gross Income and by 1979 Income Concept, 1998--Continued**

[All figures are estimates based on samples--numbers of returns are in thousands and money amounts are in millions of dollars]

Size of income	Rents, royalties, and farm rental net income less loss				Partnership and S corporation net income less loss			
	1998 Adjusted Gross Income		1979 Income Concept		1998 Adjusted Gross Income		1979 Income Concept	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(25)	(26)	(27)	(28)	(29)	(30)	(31)	(32)
All returns, total.....	10,157,416	22,440	10,157,416	22,440	6,184,166	187,355	6,184,166	187,355
Under \$10,000.....	929,602	-793	882,066	-877	500,848	-16,975	477,862	-17,146
\$10,000 under \$20,000.....	1,173,450	992	1,143,115	1,096	385,323	845	370,132	567
\$20,000 under \$30,000.....	1,057,801	294	1,121,578	531	436,247	1,473	459,216	1,392
\$30,000 under \$40,000.....	965,188	697	1,019,237	736	442,415	1,569	452,496	1,588
\$40,000 under \$50,000.....	969,476	-425	1,000,092	-182	434,039	1,683	426,366	1,650
\$50,000 under \$60,000.....	890,936	483	853,665	587	420,154	2,498	420,644	1,975
\$60,000 under \$70,000.....	728,071	201	684,665	202	406,465	3,008	378,373	2,999
\$70,000 under \$80,000.....	601,179	238	546,306	195	357,664	2,186	349,963	3,041
\$80,000 under \$90,000.....	465,505	309	462,546	125	284,030	2,384	264,676	2,312
\$90,000 under \$100,000.....	391,473	562	381,352	221	268,248	3,028	260,092	1,933
\$100,000 under \$125,000.....	731,968	1,409	688,008	1,445	495,844	7,506	474,523	7,380
\$125,000 under \$150,000.....	361,652	1,551	383,600	1,334	328,952	6,710	335,711	5,969
\$150,000 under \$175,000.....	180,900	1,201	196,310	1,104	241,224	6,876	243,654	6,664
\$175,000 under \$200,000.....	123,525	1,195	137,894	1,469	168,207	6,447	172,919	5,718
\$200,000 under \$300,000.....	252,575	3,345	292,136	3,288	396,682	20,264	437,321	21,337
\$300,000 under \$400,000.....	111,265	2,050	120,019	1,868	190,006	14,748	202,558	14,970
\$400,000 under \$500,000.....	55,706	1,239	61,616	1,321	108,140	11,004	116,718	11,461
\$500,000 under \$1,000,000.....	102,225	2,905	113,147	2,970	192,346	31,401	204,868	31,784
\$1,000,000 or more.....	64,920	4,987	70,066	5,007	127,350	80,700	136,095	81,762

Size of income	Nondeductible passive losses				Estate and trust net income less loss			
	1998 Adjusted Gross Income		1979 Income Concept		1998 Adjusted Gross Income		1979 Income Concept	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(33)	(34)	(35)	(36)	(37)	(38)	(39)	(40)
All returns, total.....	1,163,488	10,842	1,163,488	10,842	530,175	9,464	530,175	9,464
Under \$10,000.....	86,908	1,101	104,326	3,545	56,591	-145	56,101	-147
\$10,000 under \$20,000.....	65,717	200	65,504	154	42,796	189	44,922	199
\$20,000 under \$30,000.....	42,441	311	48,306	151	30,488	170	34,643	180
\$30,000 under \$40,000.....	57,965	178	56,904	127	42,097	229	39,396	226
\$40,000 under \$50,000.....	59,423	235	63,459	116	28,936	118	37,105	182
\$50,000 under \$60,000.....	56,537	155	52,004	237	42,012	236	33,735	236
\$60,000 under \$70,000.....	43,466	213	34,472	205	26,730	194	23,749	113
\$70,000 under \$80,000.....	45,681	462	40,545	175	29,998	201	32,797	256
\$80,000 under \$90,000.....	27,014	119	22,874	117	23,948	209	31,220	233
\$90,000 under \$100,000.....	30,673	418	30,652	188	28,119	249	18,553	167
\$100,000 under \$125,000.....	98,620	571	104,512	614	40,215	464	36,930	531
\$125,000 under \$150,000.....	93,183	590	93,098	646	26,717	316	18,944	192
\$150,000 under \$175,000.....	92,541	801	82,210	480	15,946	410	20,892	420
\$175,000 under \$200,000.....	72,763	535	61,795	347	12,845	312	13,331	307
\$200,000 under \$300,000.....	125,755	1,370	125,849	951	26,682	507	28,570	530
\$300,000 under \$400,000.....	55,109	638	59,631	492	16,659	574	18,535	552
\$400,000 under \$500,000.....	28,065	387	28,062	268	8,401	530	9,143	583
\$500,000 under \$1,000,000.....	50,784	968	57,250	717	17,209	1,101	17,197	1,102
\$1,000,000 or more.....	30,843	1,587	32,036	1,311	13,785	3,600	14,414	3,600

Size of income	Pensions and annuities in AGI*		Pensions and annuities*		Total statutory adjustments			
	1998 Adjusted Gross Income		1979 Income Concept		1998 Adjusted Gross Income		1979 Income Concept	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(41)	(42)	(43)	(44)	(45)	(46)	(47)	(48)
All returns, total.....	24,360,349	354,745	26,356,280	574,879	21,998,366	51,531	12,701,314	50,132
Under \$10,000.....	2,241,821	11,003	2,146,866	10,898	2,957,031	2,035	205,479	1,531
\$10,000 under \$20,000.....	4,696,357	39,885	4,628,650	39,759	3,225,406	3,544	655,090	3,170
\$20,000 under \$30,000.....	3,591,663	41,804	4,108,015	50,304	3,137,407	4,460	1,159,428	4,807
\$30,000 under \$40,000.....	2,817,811	35,883	3,114,508	44,308	2,645,308	4,192	1,486,107	4,935
\$40,000 under \$50,000.....	2,340,121	32,242	2,469,688	38,324	2,210,533	3,668	1,699,894	5,285
\$50,000 under \$60,000.....	1,971,181	29,280	2,046,513	37,608	1,722,161	3,592	1,531,994	4,827
\$60,000 under \$70,000.....	1,660,494	28,285	1,572,916	27,750	1,366,968	2,815	1,284,813	3,758
\$70,000 under \$80,000.....	1,267,559	24,400	1,258,216	26,104	924,964	2,442	1,127,018	3,855
\$80,000 under \$90,000.....	859,759	18,696	913,985	22,424	621,142	2,063	738,532	2,369
\$90,000 under \$100,000.....	665,023	14,613	697,288	18,308	476,422	1,819	619,023	2,244
\$100,000 under \$125,000.....	917,962	24,980	1,165,335	37,604	791,041	3,348	911,984	3,713
\$125,000 under \$150,000.....	450,272	13,490	633,089	26,168	486,407	2,768	431,509	2,008
\$150,000 under \$175,000.....	216,725	7,567	366,824	21,679	299,391	2,313	245,314	1,358
\$175,000 under \$200,000.....	151,512	6,477	232,116	14,391	220,096	1,950	128,537	1,030
\$200,000 under \$300,000.....	263,740	12,455	500,166	47,941	426,217	4,199	261,383	2,062
\$300,000 under \$400,000.....	89,693	4,224	179,639	24,912	165,715	1,997	83,906	913
\$400,000 under \$500,000.....	48,845	2,486	102,151	18,143	88,727	1,070	41,790	516
\$500,000 under \$1,000,000.....	71,230	3,998	151,090	37,143	143,414	1,865	63,281	971
\$1,000,000 or more.....	38,582	2,978	69,225	31,108	90,017	1,389	26,233	781

Footnotes at end of table



**Table B--All Returns: Selected Income and Tax Items, by Size of Adjusted Gross Income and by 1979 Income Concept, 1998--Continued**

(All figures are estimates based on samples--numbers of returns are in thousands and money amounts are in millions of dollars)

Size of income	Total itemized deductions				Taxable income			
	1998 Adjusted Gross Income		1979 Income Concept		1998 Adjusted Gross Income		1979 Income Concept	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(49)	(50)	(51)	(52)	(53)	(54)	(55)	(56)
<b>All returns, total.....</b>	<b>38,186,186</b>	<b>676,460</b>	<b>38,158,905</b>	<b>647,039</b>	<b>100,801,271</b>	<b>3,780,838</b>	<b>100,801,271</b>	<b>3,780,838</b>
Under \$10,000.....	605,230	6,721	647,555	6,691	8,853,287	15,561	8,766,641	15,944
\$10,000 under \$20,000.....	2,015,074	21,665	2,063,269	20,417	19,688,985	121,185	19,467,284	119,715
\$20,000 under \$30,000.....	3,230,753	34,115	3,479,481	34,058	17,860,695	238,847	18,360,617	248,157
\$30,000 under \$40,000.....	4,072,039	45,383	4,172,930	44,113	13,044,476	282,909	13,251,143	294,171
\$40,000 under \$50,000.....	4,570,422	54,394	4,500,431	51,024	9,935,141	294,872	9,904,132	301,176
\$50,000 under \$60,000.....	4,403,866	58,086	4,224,158	53,051	7,668,239	288,384	7,467,137	285,746
\$60,000 under \$70,000.....	4,026,768	57,836	3,760,054	51,778	5,883,003	267,264	5,526,927	252,061
\$70,000 under \$80,000.....	3,362,612	51,428	3,244,487	47,583	4,384,138	236,295	4,205,043	226,057
\$80,000 under \$90,000.....	2,395,059	41,325	2,237,113	36,716	2,922,893	179,574	2,777,013	168,972
\$90,000 under \$100,000.....	1,885,798	34,612	1,808,762	32,197	2,215,080	156,080	2,136,423	147,906
\$100,000 under \$125,000.....	2,872,438	60,010	2,854,956	56,783	3,209,680	269,014	3,236,517	260,884
\$125,000 under \$150,000.....	1,468,682	35,651	1,522,292	34,472	1,601,772	168,938	1,669,354	167,468
\$150,000 under \$175,000.....	827,957	22,979	876,134	22,418	878,310	111,870	954,789	113,328
\$175,000 under \$200,000.....	530,418	16,373	552,561	15,968	572,417	86,135	605,066	83,574
\$200,000 under \$300,000.....	960,914	35,880	1,099,351	36,822	1,036,040	207,667	1,227,044	217,854
\$300,000 under \$400,000.....	346,818	16,736	404,598	17,730	376,024	112,460	452,693	117,202
\$400,000 under \$500,000.....	177,614	10,532	208,951	10,810	192,714	75,369	234,397	78,341
\$500,000 under \$1,000,000.....	277,847	22,378	328,094	23,466	306,675	185,114	367,385	192,074
\$1,000,000 or more.....	155,879	50,356	173,726	50,950	171,700	483,301	191,667	490,208

Size of income	Total tax credits				Total income tax			
	1998 Adjusted Gross Income		1979 Income Concept		1998 Adjusted Gross Income		1979 Income Concept	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(57)	(58)	(59)	(60)	(61)	(62)	(63)	(64)
<b>All returns, total.....</b>	<b>34,271,812</b>	<b>30,056</b>	<b>34,271,812</b>	<b>30,056</b>	<b>93,047,898</b>	<b>788,542</b>	<b>93,047,898</b>	<b>788,542</b>
Under \$10,000.....	1,470,197	131	1,435,132	136	8,261,384	2,302	8,184,193	2,387
\$10,000 under \$20,000.....	5,177,591	2,501	5,144,673	2,470	15,365,028	15,567	15,182,271	15,397
\$20,000 under \$30,000.....	5,958,447	4,812	6,014,934	4,838	15,364,816	30,864	15,841,463	32,250
\$30,000 under \$40,000.....	4,338,491	3,279	4,399,095	3,303	12,779,095	40,348	12,976,884	42,293
\$40,000 under \$50,000.....	3,911,843	3,196	3,875,807	3,159	9,875,704	44,815	9,842,854	46,060
\$50,000 under \$60,000.....	3,255,520	2,782	3,173,692	2,722	7,658,793	44,940	7,455,865	45,012
\$60,000 under \$70,000.....	2,723,466	2,506	2,626,123	2,383	5,873,712	43,402	5,516,203	41,044
\$70,000 under \$80,000.....	2,075,515	1,951	2,059,769	1,947	4,383,814	41,435	4,203,839	39,764
\$80,000 under \$90,000.....	1,485,797	1,388	1,426,005	1,259	2,923,894	33,385	2,773,878	31,452
\$90,000 under \$100,000.....	1,091,473	860	1,042,477	809	2,214,727	30,969	2,135,144	29,395
\$100,000 under \$125,000.....	1,343,010	961	1,410,900	1,004	3,210,399	57,080	3,235,901	54,886
\$125,000 under \$150,000.....	368,240	307	432,355	328	1,602,188	38,493	1,668,771	37,806
\$150,000 under \$175,000.....	207,069	186	247,302	266	878,163	26,717	952,597	26,684
\$175,000 under \$200,000.....	140,644	250	152,551	175	572,439	21,431	605,458	20,513
\$200,000 under \$300,000.....	291,470	642	343,334	714	1,036,241	55,601	1,226,623	57,335
\$300,000 under \$400,000.....	135,047	378	155,759	438	376,013	32,821	453,073	33,576
\$400,000 under \$500,000.....	72,068	292	79,837	304	192,805	23,123	234,431	23,646
\$500,000 under \$1,000,000.....	133,342	1,100	152,005	1,167	306,822	58,493	367,542	60,230
\$1,000,000 or more.....	92,583	2,533	100,060	2,634	171,862	146,767	190,906	148,815

\* Individual Retirement Arrangements are included in the calculation of "Pensions and annuities."

NOTE: Detail may not add to totals because of rounding

as moving expenses prior to 1994). For this reason, the deduction for these two expenses beginning in 1987 is not completely comparable to that for previous years.

## Comparison of AGI with 1979 Income Concept

The Tax Reform Act of 1986 (TRA 86) made extensive changes to the calculation of

AGI beginning with 1987. These changes made necessary a revision of the calculation of the 1979 Income Concept, in order to make tax years beginning with 1987 comparable to the base years, 1979 through 1986. The law changes limited the deduction of passive losses and eliminated unreimbursed employee business expenses and moving expenses as "adjustments" (moving expenses changed back for 1994) in

figuring AGI beginning with Tax Year 1987. Since passive losses had been fully deductible for both income measures prior to 1987, the disallowed passive losses had to be deducted in the 1979 Income Concept calculation for tax years after 1986.

Some income items, such as capital gains, that had been partially excluded from AGI under prior law were fully included. The new law also eliminated or restricted some deductions. Therefore, if AGI is used to measure income, comparisons between 1986 income and tax data with that for years after 1986 are misleading. A more accurate comparison can be made using the 1979 Income Concept because it measures income in the same way for all years. Table B shows total income and selected tax items for 1998 using AGI and the 1979 Income Concept, classified by size of 1998 AGI.

Before TRA 86 became effective, a comparison of income measured by AGI with that measured by the 1979 Income Concept showed significant differences at income levels of \$200,000 or more. But, with the elimination of preferential treatment of various income items by TRA 86, such as the exclusion of a portion of capital gains, much of the difference disappeared. Under tax law prior to 1987, the capital gains exclusion accounted for the largest difference at the higher income levels between the two income measures. For 1998, 1979 Concept income was 2.9 percent higher than income as calculated using AGI. This difference was primarily attributed to the inclusion of more than \$220.1 billion in nontaxable pensions and annuities (including IRA distributions) in the 1979 Income Concept.

Income for all returns, using the 1979 Income Concept, increased 10.2 percent for 1998; income for the group \$200,000 and above increased 23.9 percent, after increasing 25.0 percent for 1997. Total income tax for all returns increased 7.8 percent; and total income tax reported for the \$200,000 and above income group increased 17.0 percent for 1998, following an increase of 19.7 percent for 1997.

The average tax rates (income tax as a percentage of total income) for each income class and both income concepts for years 1986 through 1998 are shown in Figure 4.

For the population as a whole, average tax rates for 1998 (based on the 1979 Income Concept) are higher than those for 1986 (before tax reform). However, between these 2 years, the average tax rates declined in all income categories below \$500,000. The remaining two income categories show the following increases in average tax rates between 1986 and 1998: returns with income between \$500,000 and \$1,000,000 increased 0.6 percentage points; and returns with income exceeding \$1,000,000 increased 4.8 percentage points. Although the average tax rate for 1998 was calculated using a lower maximum marginal tax rate of 39.6 percent for 1998 compared to 50 percent for 1986, it was calculated on income which included all capital gains (long-term gains could be partially excluded from income for 1986). Also, certain deductions from income that were allowed for 1986 were limited or eliminated beginning with 1987.

**Figure 4--Total Income Tax as a Percentage of Adjusted Gross Income and the 1979 Income Concept, 1986-1998**

Size of 1998 AGI	Total income tax as a percentage of adjusted gross income												
	1986	1987	1988	1989	1990	1991	1992	1993	1994	1995	1996	1997	1998
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)
<b>All returns, total.....</b>	<b>14.8</b>	<b>13.3</b>	<b>13.4</b>	<b>13.3</b>	<b>13.1</b>	<b>12.9</b>	<b>13.1</b>	<b>13.5</b>	<b>13.7</b>	<b>14.0</b>	<b>14.5</b>	<b>14.7</b>	<b>14.6</b>
Under \$10,000.....	4.3	4.0	4.0	3.8	3.7	3.5	3.2	3.0	3.0	3.0	3.1	3.2	2.9
\$10,000 under \$20,000.....	7.8	6.8	6.5	6.4	6.1	5.5	5.1	4.9	4.8	4.7	4.6	4.3	4.3
\$20,000 under \$30,000.....	10.6	9.4	9.3	9.3	9.1	8.7	8.4	8.2	8.1	7.9	7.7	7.6	6.8
\$30,000 under \$40,000.....	12.2	10.6	10.9	10.9	10.6	10.5	10.2	10.1	10.0	9.8	9.7	9.6	8.8
\$40,000 under \$50,000.....	13.8	11.8	11.6	11.5	11.4	11.0	10.8	10.7	10.8	10.7	10.8	10.7	10.0
\$50,000 under \$60,000.....	15.5	13.5	13.2	12.9	12.4	12.1	11.6	11.5	11.4	11.4	11.3	11.3	10.7
\$60,000 under \$70,000.....	16.9	15.1	14.5	14.2	13.8	13.2	12.9	12.7	12.6	12.5	12.3	12.1	11.4
\$70,000 under \$80,000.....	18.7	16.5	15.6	15.3	14.9	14.4	14.0	13.9	13.8	13.6	13.6	13.4	12.6
\$80,000 under \$90,000.....	19.9	17.8	16.6	16.2	15.8	15.4	15.0	15.1	14.9	14.6	14.6	14.4	13.5
\$90,000 under \$100,000.....	20.8	18.8	17.4	17.3	16.6	16.0	15.9	15.7	15.9	15.8	15.4	15.2	14.8
\$100,000 under \$125,000.....	23.1	20.1	18.8	18.4	17.5	17.3	16.9	17.0	17.0	16.9	16.7	16.5	16.0
\$125,000 under \$150,000.....	25.2	21.8	20.3	19.8	19.2	18.6	18.7	18.6	18.6	18.3	18.4	17.7	17.7
\$150,000 under \$175,000.....	28.0	23.0	21.6	21.1	20.4	19.8	19.6	19.7	19.9	19.9	19.8	19.3	18.8
\$175,000 under \$200,000.....	29.3	23.9	22.5	21.8	21.1	21.0	20.7	21.2	21.4	20.9	20.9	20.5	20.0
\$200,000 under \$300,000.....	31.1	25.8	23.7	22.8	22.6	22.7	22.9	23.8	23.9	23.8	23.4	22.9	22.4
\$300,000 under \$400,000.....	33.7	27.0	24.0	23.6	23.7	24.3	24.4	26.9	26.9	26.8	26.6	26.1	25.4
\$400,000 under \$500,000.....	36.2	28.2	24.1	23.9	23.6	24.9	25.3	28.4	28.6	28.7	28.2	27.4	26.9
\$500,000 under \$1,000,000.....	38.4	29.0	24.6	24.0	24.0	25.7	26.0	30.0	30.2	30.2	30.1	29.0	28.2
\$1,000,000 or more.....	40.2	28.6	25.0	24.2	24.1	26.2	26.8	31.2	31.1	31.4	30.8	28.8	27.5

Size of 1998 AGI	Total income tax as a percentage of 1979 Income Concept												
	1986	1987	1988	1989	1990	1991	1992	1993	1994	1995	1996	1997	1998
	(14)	(15)	(16)	(17)	(18)	(19)	(20)	(21)	(22)	(23)	(24)	(25)	(26)
<b>All returns, total.....</b>	<b>13.3</b>	<b>13.1</b>	<b>13.3</b>	<b>13.2</b>	<b>13.0</b>	<b>12.7</b>	<b>12.8</b>	<b>13.3</b>	<b>13.5</b>	<b>13.8</b>	<b>14.3</b>	<b>14.5</b>	<b>14.2</b>
Under \$10,000.....	4.9	4.2	4.4	4.3	4.3	4.0	3.5	3.2	3.2	3.1	3.2	3.4	3.1
\$10,000 under \$20,000.....	7.6	6.7	6.5	6.4	6.1	5.5	5.1	4.8	4.8	4.7	4.6	4.4	4.2
\$20,000 under \$30,000.....	10.0	9.3	9.3	9.3	9.1	8.7	8.3	8.2	8.1	7.9	7.8	7.6	6.9
\$30,000 under \$40,000.....	11.6	10.7	10.7	10.9	10.7	10.5	10.2	10.2	10.1	10.1	10.0	9.8	9.1
\$40,000 under \$50,000.....	12.6	11.7	11.7	11.5	11.5	11.1	10.9	10.8	11.0	11.0	11.1	11.0	10.3
\$50,000 under \$60,000.....	13.8	13.4	13.2	12.9	12.5	12.0	11.6	11.6	11.6	11.6	11.6	11.5	11.0
\$60,000 under \$70,000.....	14.9	15.0	14.5	14.2	13.8	13.2	12.9	12.7	12.7	12.5	12.5	12.4	11.4
\$70,000 under \$80,000.....	15.8	16.2	15.4	15.2	14.6	14.2	13.7	13.7	13.6	13.6	13.5	13.3	12.6
\$80,000 under \$90,000.....	16.7	17.5	16.1	16.2	15.5	15.1	14.6	14.7	14.6	14.4	14.5	14.2	13.3
\$90,000 under \$100,000.....	16.8	18.1	17.1	16.8	16.1	15.5	15.2	15.3	15.4	15.5	15.2	15.2	14.5
\$100,000 under \$125,000.....	18.3	19.3	18.0	17.7	16.9	16.6	16.2	16.3	16.3	16.2	16.1	16.0	15.2
\$125,000 under \$150,000.....	19.0	20.6	19.6	18.8	18.0	17.3	17.2	17.7	17.4	17.4	17.3	16.7	16.6
\$150,000 under \$175,000.....	19.3	21.2	20.6	20.0	19.1	18.3	17.8	18.0	18.5	18.1	18.4	18.2	17.1
\$175,000 under \$200,000.....	20.3	22.5	21.6	20.7	20.0	18.6	19.0	19.1	19.4	19.2	18.9	18.8	18.1
\$200,000 under \$300,000.....	22.6	23.8	22.3	21.5	21.4	20.5	20.2	21.4	21.5	21.5	21.3	20.4	19.4
\$300,000 under \$400,000.....	22.6	24.5	22.6	21.9	21.5	21.6	21.6	23.5	23.7	23.7	23.1	24.0	21.5
\$400,000 under \$500,000.....	23.4	26.5	23.2	22.7	22.3	23.0	21.4	25.4	24.8	25.1	25.0	24.3	22.6
\$500,000 under \$1,000,000.....	23.7	26.7	23.5	22.0	21.7	23.5	22.6	26.3	26.1	26.7	27.1	26.1	24.3
\$1,000,000 or more.....	21.4	26.8	24.5	23.2	23.2	25.2	26.1	29.5	30.1	30.4	29.8	27.5	26.2



## Section 2

## Description of the Sample

This section describes the sample design and selection, the method of estimation, the sampling variability of the estimates, and the methodology of computing confidence intervals.

### Domain of Study

The statistics in this report are estimates from a probability sample of unaudited Individual Income Tax Returns, Forms 1040, 1040A, 1040EZ, and 1040PC (including electronic returns) filed by U.S. citizens and residents during Calendar Year 1999.

All returns processed during 1999 were subjected to sampling except tentative and amended returns.

Tentative returns were not subjected to sampling because the revised returns may have been sampled later, while amended returns were excluded because the original returns had already been subjected to sampling. A small percentage of returns were not identified as tentative or amended until after sampling. These returns, along with those that contained no income information, were excluded in calculating estimates. This resulted in a small difference between the population total (125,037,636 returns) reported in Table C and the estimated total of all returns (124,770,662) reported in other tables.

The estimates in this report are intended to represent all returns filed for Tax Year 1998. While about 98 percent of the returns processed during Calendar Year 1999 were for Tax Year 1998, the

remaining returns were mostly for prior years, and a few for non-calendar years ending during 1998 and 1999. Returns for prior years were used in place of 1998 returns expected to be received and processed after December 31, 1999. This was done based on the assumption that the characteristics of returns due, but not yet processed, can best be represented by the returns for previous income years that were processed in 1999.

### Sample Design and Selection

The sample design is a stratified probability sample, in which the population of tax returns is classified into subpopulations, called strata, and a sample is randomly selected independently from each stratum. Strata are defined by:

1. Nontaxable with adjusted gross income or expanded income of \$200,000 or more and no alternative minimum tax.
2. High combined business and farm total receipts of \$50,000,000 or more.
3. Presence or absence of special Forms or Schedules (Form 2555, Form 1116, Form 1040 Schedule C, and Form 1040 Schedule F).
4. Indexed positive or negative income. Sixty variables are used to derive positive and

*Bonnye Walker and Valerie Puckett designed the sample and prepared the text and tables in this section under the direction of Yahia Ahmed, Chief, Mathematical Statistics Section, Statistical Computing Branch.*

negative incomes. These positive and negative income classes are deflated using the Chain-Type Price Index for the Gross Domestic Product to represent a base year of 1991. (See footnote 1 for details.)

5. Potential usefulness of the return for tax policy modeling. Thirty-two variables are used to determine how useful the return is for tax modeling purposes.

Table C shows the population and sample count for each stratum after collapsing some strata with the same sampling rates. (See references 1 and 2 for details.) The sampling rates range from 0.05 percent to 100 percent.

Tax data processed to the IRS Individual Master File at the Martinsburg Computing Center during Calendar Year 1999 were used to assign each taxpayer's record to the appropriate stratum and to determine whether or not the record should be included in the sample. Records are selected for the sample either if they possess certain combinations of the four ending digits of the social security number, or if their ending five digits of an eleven-digit number generated by a mathematical transformation of the SSN is less than or equal to the stratum sampling rate times 100,000. (See reference 3 for details.)

## Data Capture and Cleaning

Data capture for the SOI sample begins with the designation of a sample of administrative records.

While the sample was being selected, the process was continually monitored for sample selection and data collection errors. In addition, a small subsample of returns was selected and independently reviewed, analyzed, and processed for a quality evaluation.

The administrative data and controlling information for each record designated for this sample was loaded onto an online database at the Cincinnati Service Center. Computer data for the selected administrative records were then used to identify inconsistencies, questionable values, and missing values as well as any additional variables that an editor needed to extract for each record. The editors use a hardcopy of the taxpayer's return to

enter the required information onto the online system.

After the completion of service center review, data were further validated, tested, and balanced at the Detroit Computing Center. Adjustments and imputations for selected fields based on prior year data and other available information were used to make each record internally consistent. Finally, prior to publication, all statistics and tables were reviewed for accuracy and reasonableness in light of provisions of the tax law, taxpayer reporting variations and limitations, economic conditions, and comparability with other statistical series.

Some returns designated for the sample were not available for SOI processing because other areas of IRS needed the return at the same time. For Tax Year 1998, 0.08 percent of the sample returns were unavailable.

## Method of Estimation

Weights were obtained by dividing the population count of returns in a stratum by the number of sample returns for that stratum. The weights were adjusted to correct for misclassified returns. These weights were applied to the sample data to produce all of the estimates in this report.

## Sampling Variability and Confidence Intervals

The sample used in this study is one of a large number of samples that could have been selected using the same sample design. The estimates calculated from these different samples would vary.

The standard error (SE) of an estimate is a measure of the variation among the estimates from the possible samples and, thus, is a measure of the precision with which an estimate from a particular sample approximates the average of the estimates calculated from all possible samples.

The standard error may be expressed as a percentage of the value being estimated. This ratio is called the coefficient of variation (CV). Table 1.4 CV contains estimated CV's for the estimates included in Table 1.4 of this report.

The sample estimate and an estimate of its standard error permit the construction of interval estimates with prescribed confidence that the interval includes the population value. If all



possible samples were selected under essentially the same conditions and an estimate and its estimated standard error were calculated from each sample, then:

1. About 68 percent of the intervals from one standard error below the estimate to one standard error above the estimate would include the population value. This is a 68 percent confidence interval.
2. About 95 percent of the intervals from two standard errors below the estimate to two standard errors above the estimate would include the population value. This is a 95 percent confidence interval.

For example, from Table 1.4, the amount estimate for State Income Tax Refunds, X, is \$14.708 billion, and its related coefficient of variation, CV(X), is 0.98 percent. The standard error of the estimate, SE(X), needed to construct the confidence interval estimate, is:

$$\begin{aligned} \text{SE}(X) &= X \cdot \text{CV}(X) \\ &= (\$14.708 \times 10^9) \cdot (0.0098) \\ &= \$0.144 \text{ billion} \end{aligned}$$

The p percent confidence interval is calculated using the formula:

$$X \pm z \cdot \text{SE}(X)$$

where z takes the value 1, 2, or 3 when p is 68, 95, or 99, respectively. Based on these data, the 68 percent confidence interval is from \$14.564 billion to \$14.852 billion, and the 95 percent confidence interval is from \$14.420 billion to \$14.996 billion.

## Table Presentation

Whenever a weighted frequency is less than 3, the estimate and its corresponding amount are combined or deleted in order to avoid disclosure of information for specific taxpayers. (The combined or deleted data, if any, are included in the corresponding column totals.) These combinations and deletions are indicated by a double asterisk (\*\*). Estimates based on less than 10 sampled returns are

considered to be unreliable. These estimates are noted by a single asterisk (\*) to the left of the data unless all of the sampled returns are selected with certainty (at the 100 percent rate).

In the tables, a dash (- or --) in place of a frequency or an amount indicates that either no returns in the population had the characteristic or the characteristic was so rare that it did not appear on any of the sampled returns.

## Footnote

- [1] Indexing of positive and negative income is done by dividing each by the ratio of the Chain-Type Price Index for the Gross Domestic Product for the fourth quarter of 1997 to the fourth quarter of the base year of 1991. The indices can be found in U. S. Department of Commerce, Bureau of Economic Analysis, *Survey of Current Business* (November 1998) Vol. 78, number 11.

## References

- [1] Hostetter, S., Czajka, J. L., Schirm, A. L., and O'Connor, K. (1990), "Choosing the Appropriate Income Classifier for Economic Tax Modeling," in *Proceedings of the Section on Survey Research Methods*, American Statistical Association, 419-424.
- [2] Schirm, A. L., and Czajka, J. L. (1991), "Alternative Designs for a Cross-Sectional Sample of Individual Tax Returns: the Old and the New," *Proceedings of the Section on Survey Research Methods*, American Statistical Association, 163-168.
- [3] Harte, J.M. (1986), "Some Mathematical and Statistical Aspects of the transformed Taxpayer Identification Number: A Sample Selection Tool Used at IRS," *Proceedings of the Section on Survey Research Methods*, American Statistical Association, 603-608.

Table C.—Number of Individual Income Tax Returns in the Population and Sample by Sampling Strata for 1998

Description of the sample strata														Number of returns	
														Population counts	Sample counts
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<sup>1</sup> This population includes an estimated 266,974 returns that were excluded from other tables in this report because they contained no income information or tentative returns identified after sampling

<sup>2</sup> This population includes 167 Form 1040 returns that were misclassified because of bad data collected during revenue processing

<sup>3</sup> Each population member is assigned a degree of interest based on how useful it is for tax modeling purposes. Degree of interest ranges from one (1) to four (4), with a one being assigned to returns that are the least interesting, and a four being assigned to those that are the most interesting. 'All' refers to income classes for which returns with all four degrees of interest are assigned

<sup>4</sup> Positive and Negative Income classes are divided by a Chain-Type Price Index for the Gross Domestic Product of 1.1403 to represent a base year of 1991

\*\* Data combined

# Section 3

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*Michelle Cove, Lori Hentz, Kay Khuu Lee, John Latzy, Young Lim, and Earl Roberson were responsible for programming the Basic Tables. Table 1.4CV was programmed by Valerie Puckett. Review of specific tables was performed by Michael Parisi.*



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**Table 1.1--Selected Income and Tax Items, by Size and Accumulated Size of Adjusted Gross Income**  
(All figures are estimates based on samples--money amounts are in thousands of dollars)

Size and accumulated size of adjusted gross income	All returns				Taxable returns			
	Number of returns	Percent of total	Adjusted gross income less deficit		Number of returns	Percent of total	Adjusted gross income less deficit	
			Amount	Percent of total			Average (dollars)	Amount
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
<b>Size of Adjusted Gross Income</b>								
Total.....	124,770,662	100.0	5,415,972,847	100.0	93,047,898	100.0	5,160,224,359	100.0
No adjusted gross income.....	994,831	0.8	-53,238,323	(X)	3,686	(Z)	-5,474,300	(X)
\$1 under \$1,000.....	1,849,715	1.5	1,122,484	(Z)	607	0.2	186,745	(Z)
\$1,000 under \$2,000.....	2,884,946	2.3	4,327,196	0.1	1,500	0.7	909,240	(Z)
\$2,000 under \$3,000.....	2,868,184	2.3	7,171,107	0.1	2,500	0.4	925,407	(Z)
\$3,000 under \$4,000.....	2,882,196	2.3	10,109,113	0.2	3,507	0.4	1,144,942	(Z)
\$4,000 under \$5,000.....	2,732,974	2.2	12,264,527	0.2	4,488	1.0	4,438,905	0.1
\$5,000 under \$6,000.....	2,625,716	2.1	14,466,973	0.3	5,510	0.9	4,773,584	0.1
\$6,000 under \$7,000.....	2,623,878	2.1	17,054,629	0.3	6,500	0.8	4,761,021	0.1
\$7,000 under \$8,000.....	2,546,989	2.0	19,089,441	0.4	7,495	1.2	8,067,066	0.2
\$8,000 under \$9,000.....	2,562,582	2.1	21,736,750	0.4	8,482	1.6	12,856,848	0.2
\$9,000 under \$10,000.....	2,712,113	2.2	25,724,966	0.5	9,485	1.7	14,721,897	0.3
\$10,000 under \$11,000.....	2,600,679	2.1	27,316,576	0.5	10,504	1.6	15,209,071	0.3
\$11,000 under \$12,000.....	2,581,925	2.1	29,714,858	0.5	11,509	1.5	16,342,691	0.3
\$12,000 under \$13,000.....	2,503,569	2.0	31,309,641	0.6	12,506	1.6	18,044,731	0.3
\$13,000 under \$14,000.....	2,606,888	2.1	35,184,950	0.6	13,497	1.6	20,051,864	0.4
\$14,000 under \$15,000.....	2,608,473	2.1	37,832,767	0.7	14,504	1.8	23,852,817	0.5
\$15,000 under \$16,000.....	2,479,132	2.0	38,453,315	0.7	15,511	1.8	25,771,229	0.5
\$16,000 under \$17,000.....	2,335,812	1.9	38,535,330	0.7	16,498	1.6	24,704,352	0.5
\$17,000 under \$18,000.....	2,354,295	1.9	41,182,763	0.8	17,493	1.7	27,615,085	0.5
\$18,000 under \$19,000.....	2,283,811	1.8	42,239,621	0.8	18,495	1.7	29,144,352	0.6
\$19,000 under \$20,000.....	2,271,223	1.8	44,302,394	0.8	19,506	1.7	31,466,437	0.6
\$20,000 under \$25,000.....	10,100,267	8.1	226,614,494	4.2	22,436	8.5	177,976,793	3.4
\$25,000 under \$30,000.....	8,192,496	6.6	224,639,427	4.1	27,420	8.0	205,019,962	4.0
\$30,000 under \$40,000.....	13,135,034	10.5	456,216,075	8.4	34,733	13.7	444,055,159	8.6
\$40,000 under \$50,000.....	9,973,659	8.0	447,072,777	8.3	44,825	10.6	442,746,819	8.6
\$50,000 under \$75,000.....	15,886,502	12.7	969,792,123	17.9	61,045	17.0	967,075,917	18.7
\$75,000 under \$100,000.....	7,221,303	5.8	618,463,031	11.4	85,644	7.8	617,923,849	12.0
\$100,000 under \$200,000.....	6,266,258	5.0	822,620,525	15.2	131,278	6.7	822,169,045	15.9
\$200,000 under \$500,000.....	1,606,186	1.3	463,589,644	8.6	288,628	1.7	463,261,604	9.0
\$500,000 under \$1,000,000.....	307,020	0.2	207,594,481	3.8	676,159	0.3	207,459,516	4.0
\$1,000,000 or more.....	172,005	0.1	533,469,193	9.8	3,101,475	0.2	533,021,714	10.3

Footnotes at end of table

Table 1.1--Selected Income and Tax Items, by Size and Accumulated Size of Adjusted Gross Income--Continued

(All figures are estimates based on samples--money amounts are in thousands of dollars)

Size and accumulated size of adjusted gross income	Taxable returns									
	Taxable income			Income tax after credits			Total income tax			
	Number of returns	Amount	Percentage of total	Number of returns	Amount	Percentage of total	Amount	Total	Percentage of taxable income	Adjusted gross income less deficit
(10)	(11)	(12)	(13)	(14)	(15)	(16)	(17)	(18)	(19)	(20)
<b>Size of Adjusted Gross Income</b>										
Total.....	93,029,842	3,747,654,022	100.0	93,026,912	783,512,929	100.0	788,541,979	100.0	21.0	15.3
No adjusted gross income.	-	-	-	*15	*3	(Z)	90,072	(Z)	(Z)	(Z)
\$1 under \$1,000	222,068	31,093	(Z)	222,068	3,781	(Z)	3,802	(Z)	12.2	2.0
\$1,000 under \$2,000	611,138	410,438	(Z)	612,086	54,664	(Z)	57,204	(Z)	13.9	6.3
\$2,000 under \$3,000	373,634	497,563	(Z)	373,634	72,999	(Z)	74,766	(Z)	15.0	8.1
\$3,000 under \$4,000	327,431	569,771	(Z)	327,431	85,421	(Z)	85,656	(Z)	15.0	7.5
\$4,000 under \$5,000	970,984	772,462	(Z)	972,985	124,632	(Z)	124,879	(Z)	16.2	2.8
\$5,000 under \$6,000	868,966	1,371,893	(Z)	868,966	204,417	(Z)	210,476	(Z)	15.3	4.4
\$6,000 under \$7,000	733,073	1,751,612	(Z)	733,073	262,397	(Z)	262,585	(Z)	15.0	5.5
\$7,000 under \$8,000	1,079,338	2,123,275	0.1	1,079,338	323,701	(Z)	323,995	(Z)	15.3	4.0
\$8,000 under \$9,000	1,514,777	3,165,843	0.1	1,514,777	430,330	0.1	430,348	0.1	13.6	3.3
\$9,000 under \$10,000	1,552,164	4,394,279	0.1	1,552,164	638,057	0.1	638,057	0.1	14.5	4.3
\$10,000 under \$11,000	1,445,556	5,495,817	0.1	1,447,485	813,050	0.1	813,133	0.1	14.8	5.3
\$11,000 under \$12,000	1,419,551	6,444,241	0.2	1,419,551	941,005	0.1	941,470	0.1	14.6	5.8
\$12,000 under \$13,000	1,442,380	7,460,410	0.2	1,442,380	1,093,496	0.1	1,096,156	0.1	14.7	6.1
\$13,000 under \$14,000	1,486,234	8,748,826	0.2	1,486,234	1,275,869	0.2	1,275,880	0.2	14.6	6.4
\$14,000 under \$15,000	1,642,893	9,994,101	0.3	1,642,893	1,461,809	0.2	1,461,809	0.2	14.6	6.1
\$15,000 under \$16,000	1,661,760	11,825,647	0.3	1,661,412	1,733,227	0.2	1,734,474	0.2	14.7	6.7
\$16,000 under \$17,000	1,496,704	11,652,716	0.3	1,496,704	1,700,575	0.2	1,700,611	0.2	14.6	6.9
\$17,000 under \$18,000	1,578,097	13,587,224	0.4	1,578,097	1,967,088	0.3	1,970,242	0.2	14.5	7.1
\$18,000 under \$19,000	1,576,193	14,994,861	0.4	1,576,193	2,160,101	0.3	2,160,387	0.3	14.4	7.4
\$19,000 under \$20,000	1,613,103	16,871,796	0.5	1,613,095	2,413,154	0.3	2,413,305	0.3	14.3	7.7
\$20,000 under \$25,000	7,904,122	100,470,700	2.7	7,904,114	13,860,484	1.8	13,871,104	1.8	13.8	7.8
\$25,000 under \$30,000	7,459,578	123,123,061	3.3	7,459,538	16,987,312	2.2	16,993,257	2.2	13.8	8.3
\$30,000 under \$40,000	12,778,111	280,817,220	7.5	12,778,102	40,333,007	5.1	40,347,683	5.1	14.4	9.1
\$40,000 under \$50,000	9,875,661	294,160,865	7.8	9,874,394	44,805,550	5.7	44,814,558	5.7	15.2	10.1
\$50,000 under \$75,000	15,838,197	674,941,332	18.0	15,836,746	108,848,135	13.9	108,921,128	13.8	16.1	11.3
\$75,000 under \$100,000	7,213,851	452,288,901	12.1	7,211,379	85,048,922	10.9	85,209,357	10.8	18.8	13.8
\$100,000 under \$200,000	6,261,451	635,886,258	17.0	6,260,419	142,930,962	18.2	143,720,694	18.2	22.6	17.5
\$200,000 under \$500,000	1,604,525	395,443,419	10.6	1,603,786	109,801,858	14.0	111,545,246	14.1	28.2	24.1
\$500,000 under \$1,000,000	306,629	185,090,926	4.9	306,258	57,694,849	7.4	58,482,844	7.4	31.6	28.2
\$1,000,000 or more	171,672	483,267,474	12.9	171,594	145,442,075	18.6	146,766,804	18.6	30.4	27.5

Footnotes at end of table



**Table 1.1--Selected Income and Tax Items, by Size and Accumulated Size of Adjusted Gross Income--Continued**  
 (All figures are estimates based on samples--money amounts are in thousands of dollars)

Size and accumulated size of adjusted gross income	All returns					Taxable returns			
	Number of returns	Percent of total	Amount	Adjusted gross income less deficit		Number of returns	Percent of total	Adjusted gross income less deficit	
				Amount	Percent of total			Average (dollars)	Amount
	(21)	(22)	(23)	(24)	(25)	(26)	(27)	(28)	(29)
Accumulated from Smallest Size of Adjusted Gross Income									
No adjusted gross income .....	994,831	0.8	-53,238,323	(X)	-53,515	3,686	(Z)	-5,474,300	(X)
\$1 under \$1,000 .....	1,849,715	1.5	1,122,484	(Z)	607	222,069	0.2	186,745	(Z)
\$1 under \$2,000 .....	4,734,661	3.8	5,449,680	0.1	1,151	835,118	0.9	1,095,985	(Z)
\$1 under \$3,000 .....	7,602,846	6.1	12,620,787	0.2	1,660	1,208,789	1.3	2,021,392	(Z)
\$1 under \$4,000 .....	10,485,042	8.4	22,729,899	0.4	2,168	1,536,223	1.7	3,166,333	0.1
\$1 under \$5,000 .....	13,218,016	10.6	34,994,426	0.6	2,647	2,509,214	2.7	7,605,238	0.1
\$1 under \$6,000 .....	15,843,733	12.7	49,461,400	0.9	3,122	3,378,328	3.6	12,378,822	0.2
\$1 under \$7,000 .....	18,467,611	14.8	66,516,029	1.2	3,602	4,111,413	4.4	17,139,842	0.3
\$1 under \$8,000 .....	21,014,600	16.8	85,605,469	1.6	4,074	5,190,755	5.6	25,206,909	0.5
\$1 under \$9,000 .....	23,577,182	18.9	107,342,219	2.0	4,553	6,705,535	7.2	38,063,757	0.7
\$1 under \$10,000 .....	26,289,295	21.1	133,067,185	2.4	5,062	8,257,699	8.9	52,785,653	1.0
\$1 under \$11,000 .....	28,889,974	23.2	160,383,762	2.9	5,552	9,705,201	10.4	67,994,724	1.3
\$1 under \$12,000 .....	31,471,900	25.2	190,098,620	3.5	6,040	11,124,785	12.0	84,337,415	1.6
\$1 under \$13,000 .....	33,975,469	27.2	221,408,261	4.0	6,517	12,567,197	13.5	102,382,146	2.0
\$1 under \$14,000 .....	36,582,356	29.3	256,593,210	4.7	7,014	14,053,435	15.1	122,434,009	2.4
\$1 under \$15,000 .....	39,190,830	31.4	294,425,977	5.4	7,513	15,696,336	16.9	146,286,826	2.8
\$1 under \$16,000 .....	41,669,962	33.4	332,879,292	6.1	7,988	17,358,136	18.7	172,058,055	3.3
\$1 under \$17,000 .....	44,005,774	35.3	371,414,622	6.8	8,440	18,854,841	20.3	196,762,407	3.8
\$1 under \$18,000 .....	46,360,069	37.2	412,597,384	7.5	8,900	20,433,332	22.0	224,377,492	4.3
\$1 under \$19,000 .....	48,643,879	39.0	454,837,005	8.3	9,350	22,009,580	23.7	253,521,843	4.9
\$1 under \$20,000 .....	50,915,102	40.8	499,139,399	9.1	9,803	23,622,726	25.4	284,988,280	5.5
\$1 under \$25,000 .....	61,015,368	48.9	725,753,893	13.3	11,895	31,526,977	33.9	462,965,074	9.0
\$1 under \$30,000 .....	69,207,864	55.5	950,393,320	17.4	13,732	38,987,542	41.9	667,985,035	12.9
\$1 under \$40,000 .....	82,342,897	66.0	1,406,609,395	25.7	17,082	51,766,637	55.6	1,112,040,194	21.5
\$1 under \$50,000 .....	92,316,557	74.0	1,853,682,172	33.9	20,080	61,642,341	66.2	1,554,787,013	30.1
\$1 under \$75,000 .....	108,203,059	86.7	2,823,474,296	51.6	26,094	77,482,397	83.3	2,521,862,930	48.8
\$1 under \$100,000 .....	115,424,362	92.5	3,441,937,327	62.9	29,820	84,697,280	91.0	3,139,786,779	60.8
\$1 under \$200,000 .....	121,690,620	97.5	4,264,557,852	78.0	35,044	90,960,469	97.8	3,961,955,824	76.7
\$1 under \$500,000 .....	123,296,806	98.8	4,728,147,496	86.5	38,348	92,565,528	99.5	4,425,217,429	85.7
\$1 under \$1,000,000 .....	123,603,826	99.1	4,935,741,977	90.2	39,932	92,872,350	99.8	4,632,676,945	89.7
\$1 or more .....	123,775,831	99.2	5,469,211,170	100.0	44,196	93,044,212	100.0	5,165,698,659	100.0
All returns .....	124,770,662	100.0	5,415,972,847	99.0	43,407	93,047,898	100.0	5,160,224,359	99.9

Footnotes at end of table.

**Table 1.1--Selected Income and Tax Items, by Size and Accumulated Size of Adjusted Gross Income--Continued**  
 (All figures are estimates based on samples--money amounts are in thousands of dollars)

Size and accumulated size of adjusted gross income	Taxable income						Income tax after credits				Total income tax			
	Number of returns	Amount	Percentage of total	Number of returns	Amount	Percentage of total	Amount	Percentage of total	Amount	Percentage of	Total	Taxable income	Adjusted gross income less deficit	Average income tax (dollars)
	(30)	(31)	(32)	(33)	(34)	(35)	(36)	(37)	(38)	(39)	(40)			
<b>Accumulated from Smallest Size of Adjusted Gross Income</b>														
No adjusted gross income	-	-	-	*15	3,781	(Z)	90,072	(Z)	(X)	(X)	24,436			
\$1 under \$1,000	222,068	31,093	(Z)	222,068	3,781	(Z)	3,802	(Z)	12.2	2.0	17			
\$1 under \$2,000	833,206	441,531	(Z)	834,154	58,446	(Z)	61,005	(Z)	13.8	5.6	73			
\$1 under \$3,000	1,206,841	939,095	(Z)	1,207,788	131,444	(Z)	135,771	(Z)	14.5	6.7	112			
\$1 under \$4,000	1,534,271	1,508,865	(Z)	1,535,219	216,865	(Z)	221,427	(Z)	14.7	7.0	144			
\$1 under \$5,000	2,505,255	2,281,327	0.1	2,508,205	341,497	(Z)	346,306	(Z)	15.2	4.6	138			
\$1 under \$6,000	3,374,221	3,653,220	0.1	3,377,171	545,914	0.1	556,783	0.1	15.2	4.5	165			
\$1 under \$7,000	4,107,295	5,404,833	0.1	4,110,244	808,311	0.1	819,368	0.1	15.2	4.8	199			
\$1 under \$8,000	5,186,633	7,528,107	0.2	5,189,582	1,132,012	0.1	1,134,362	0.1	15.2	4.5	220			
\$1 under \$9,000	6,701,409	10,693,950	0.3	6,704,359	1,562,343	0.2	1,573,710	0.2	14.7	4.1	235			
\$1 under \$10,000	8,253,574	15,088,229	0.4	8,256,523	2,200,400	0.3	2,211,767	0.3	14.7	4.2	268			
\$1 under \$11,000	9,699,130	20,584,046	0.5	9,704,008	3,013,449	0.4	3,024,900	0.4	14.7	4.4	312			
\$1 under \$12,000	11,118,681	27,028,287	0.7	11,123,559	3,954,454	0.5	3,966,370	0.5	14.7	4.7	357			
\$1 under \$13,000	12,561,061	34,488,697	0.9	12,565,938	5,047,951	0.6	5,062,526	0.6	14.7	4.9	403			
\$1 under \$14,000	14,047,295	43,237,522	1.2	14,052,172	6,323,819	0.8	6,338,405	0.8	14.7	5.2	451			
\$1 under \$15,000	15,690,187	53,231,624	1.4	15,695,065	7,785,628	1.0	7,800,215	1.0	14.7	5.3	497			
\$1 under \$16,000	17,351,948	65,057,270	1.7	17,356,477	9,518,855	1.2	9,534,688	1.2	14.7	5.5	549			
\$1 under \$17,000	18,848,652	76,709,986	2.0	18,853,181	11,219,430	1.4	11,235,299	1.4	14.6	5.7	596			
\$1 under \$18,000	20,426,749	90,297,209	2.4	20,431,278	13,186,518	1.7	13,205,542	1.7	14.6	5.9	646			
\$1 under \$19,000	22,002,942	105,292,070	2.8	22,007,471	15,346,619	2.0	15,365,929	1.9	14.6	6.1	698			
\$1 under \$20,000	23,616,045	122,163,867	3.3	23,620,567	17,759,772	2.3	17,779,234	2.3	14.6	6.2	753			
\$1 under \$25,000	31,520,167	222,634,567	5.9	31,524,681	31,620,256	4.0	31,650,338	4.0	14.2	6.8	1,004			
\$1 under \$30,000	38,979,745	345,757,627	9.2	38,984,218	48,607,568	6.2	48,643,595	6.2	14.1	7.3	1,248			
\$1 under \$40,000	51,757,856	626,574,847	16.7	51,762,320	88,940,575	11.4	88,991,277	11.3	14.2	8.0	1,719			
\$1 under \$50,000	61,633,517	920,735,712	24.6	61,636,715	133,746,125	17.1	133,805,835	17.0	14.5	8.6	2,171			
\$1 under \$75,000	77,471,714	1,595,677,044	42.6	77,473,460	242,594,260	31.0	242,726,963	30.8	15.2	9.6	3,133			
\$1 under \$100,000	84,685,565	2,047,965,945	54.6	84,684,839	327,643,182	41.8	327,936,320	41.6	16.0	10.4	3,872			
\$1 under \$200,000	90,947,016	2,683,852,203	71.6	90,945,258	470,574,144	60.1	471,657,013	59.8	17.6	11.9	5,185			
\$1 under \$500,000	92,551,541	3,079,295,622	82.2	92,549,044	580,376,001	74.1	583,202,260	74.0	18.9	13.2	6,300			
\$1 under \$1,000,000	92,858,170	3,264,386,548	87.1	92,855,302	638,070,850	81.4	641,685,104	81.4	19.7	13.9	6,909			
\$1 or more	93,029,842	3,747,654,022	100.0	93,026,912	783,512,926	100.0	788,541,979	100.0	21.0	15.3	8,474			
<b>All returns</b>	<b>93,029,842</b>	<b>3,747,654,022</b>	<b>100.0</b>	<b>93,026,912</b>	<b>783,512,929</b>	<b>100.0</b>	<b>788,541,979</b>	<b>100.0</b>	<b>21.0</b>	<b>15.3</b>	<b>8,475</b>			

Footnotes at end of table

Table 1.1--Selected Income and Tax Items, by Size and Accumulated Size of Adjusted Gross Income--Continued

(All figures are estimates based on samples--money amounts are in thousands of dollars)

Size and accumulated size of adjusted gross income	All returns				Taxable returns			
	Number of returns	Percent of total	Adjusted gross income less deficit		Number of returns	Percent of total	Adjusted gross income less deficit	
			Amount	Percent of total			Amount	Percent of total
	(41)	(42)	(43)	(44)	(46)	(47)	(48)	(49)
<b>Accumulated from Largest Size of Adjusted Gross Income</b>								
\$1,000,000 or more .....	172,005	0.1	533,469,193	9.8	171,863	0.2	533,021,714	10.3
\$500,000 or more .....	479,024	0.4	741,063,674	13.5	478,684	0.5	740,481,230	14.3
\$200,000 or more .....	2,085,211	1.7	1,204,653,318	22.0	2,083,744	2.2	1,203,742,835	23.3
\$100,000 or more .....	8,351,469	6.7	2,027,273,843	37.1	8,346,932	9.0	2,025,911,880	39.2
\$75,000 or more .....	15,572,772	12.5	2,645,736,874	48.4	15,561,815	16.7	2,643,835,729	51.2
\$50,000 or more .....	31,459,274	25.2	3,615,528,998	66.1	31,401,872	33.7	3,610,911,646	69.9
\$40,000 or more .....	41,432,933	33.2	4,062,601,774	74.3	41,277,575	44.4	4,053,658,465	78.5
\$30,000 or more .....	54,567,967	43.7	4,518,817,849	82.6	54,056,670	58.1	4,497,713,624	87.1
\$25,000 or more .....	62,760,463	50.3	4,743,457,277	86.7	61,517,235	66.1	4,702,733,585	91.0
\$20,000 or more .....	72,860,729	58.4	4,970,071,771	90.9	69,421,486	74.6	4,880,710,379	94.5
\$19,000 or more .....	75,131,952	60.2	5,014,374,165	91.7	71,034,632	76.3	4,912,176,816	95.1
\$18,000 or more .....	77,415,762	62.0	5,056,613,786	92.5	72,610,880	78.0	4,941,321,167	95.7
\$17,000 or more .....	79,770,057	63.9	5,097,796,548	93.2	74,189,372	79.7	4,968,936,252	96.2
\$16,000 or more .....	82,105,869	65.8	5,136,331,878	93.9	75,686,076	81.3	4,993,640,604	96.7
\$15,000 or more .....	84,585,001	67.8	5,174,785,193	94.6	77,347,876	83.1	5,019,411,833	97.2
\$14,000 or more .....	87,193,474	69.9	5,212,617,959	95.3	78,990,777	84.9	5,043,264,650	97.6
\$13,000 or more .....	89,800,362	72.0	5,247,802,909	96.0	80,477,015	86.5	5,063,316,513	98.0
\$12,000 or more .....	92,303,931	74.0	5,279,112,550	96.5	81,919,427	88.0	5,081,361,244	98.4
\$11,000 or more .....	94,885,856	76.0	5,308,827,408	97.1	83,339,012	89.6	5,097,703,935	98.7
\$10,000 or more .....	97,486,536	78.1	5,336,143,984	97.6	84,786,514	91.1	5,112,913,006	99.0
\$9,000 or more .....	100,198,649	80.3	5,361,868,951	98.0	86,338,678	92.8	5,127,634,902	99.3
\$8,000 or more .....	102,761,231	82.4	5,383,605,700	98.4	87,853,458	94.4	5,140,491,750	99.5
\$7,000 or more .....	105,308,220	84.4	5,402,695,141	98.8	88,932,799	95.6	5,148,558,816	99.7
\$6,000 or more .....	107,932,098	86.5	5,419,749,770	99.1	89,665,884	96.4	5,153,319,837	99.8
\$5,000 or more .....	110,557,815	88.6	5,434,216,744	99.4	90,534,998	97.3	5,158,093,421	99.9
\$4,000 or more .....	113,290,789	90.8	5,446,481,270	99.6	91,507,990	98.3	5,162,532,326	99.9
\$3,000 or more .....	116,172,985	93.1	5,456,590,383	99.8	91,835,423	98.7	5,163,677,267	100.0
\$2,000 or more .....	119,041,170	95.4	5,463,761,490	99.9	92,209,095	99.1	5,164,602,674	100.0
\$1,000 or more .....	121,926,116	97.7	5,468,088,686	100.0	92,822,143	99.8	5,165,511,914	100.0
\$1 or more .....	123,775,831	99.2	5,469,211,170	100.0	93,044,212	100.0	5,165,698,659	100.0
<b>All returns.....</b>	<b>124,770,662</b>	<b>100.0</b>	<b>5,415,972,847</b>	<b>99.0</b>	<b>93,047,898</b>	<b>100.0</b>	<b>5,160,224,359</b>	<b>99.9</b>

Footnotes at end of table



Table 1.1--Selected Income and Tax Items, by Size and Accumulated Size of Adjusted Gross Income--Continued

(All figures are estimates based on samples--money amounts are in thousands of dollars)

Size and accumulated size of adjusted gross income	Taxable returns													
	Taxable income				Income tax after credits				Total income tax					
	Number of returns	Amount	Percentage of total	Number of returns	Amount	Percentage of total	Amount	Percentage of	Percentage of			Average income tax (dollars)		
									Total	Taxable income	Adjusted gross income less deficit			
(50)	(51)	(52)	(53)	(54)	(55)	(56)	(57)	(58)	(59)	(60)				
Accumulated from Largest Size of Adjusted Gross Income														
\$1,000,000 or more	171,672	483,267,474	12.9	171,594	145,442,075	18.6	146,766,804	30.4	27.5	853,976				
\$500,000 or more	478,300	668,358,400	17.8	477,853	203,136,925	25.9	205,249,648	30.7	27.7	428,779				
\$200,000 or more	2,082,826	1,063,801,819	28.4	2,081,639	312,938,782	39.9	316,794,894	40.2	26.3	152,032				
\$100,000 or more	8,344,277	1,699,688,077	45.4	8,342,058	455,869,744	58.2	460,515,588	58.4	27.1	55,172				
\$75,000 or more	15,558,128	2,151,976,978	57.4	15,553,437	540,918,665	69.0	545,724,945	69.2	25.4	35,068				
\$50,000 or more	31,396,325	2,826,918,310	75.4	31,390,182	649,766,801	82.9	654,646,073	83.0	23.2	20,847				
\$40,000 or more	41,271,986	3,121,079,175	83.3	41,264,577	694,572,351	88.6	699,460,630	88.7	22.4	16,945				
\$30,000 or more	54,050,097	3,401,896,395	90.8	54,042,679	734,905,358	93.8	739,808,313	93.8	21.7	13,686				
\$25,000 or more	61,509,675	3,525,019,455	94.1	61,502,216	751,892,669	96.0	756,801,570	96.0	21.5	12,302				
\$20,000 or more	69,413,797	3,625,490,155	96.7	69,406,330	765,753,153	97.7	770,672,673	97.7	21.3	11,101				
\$19,000 or more	71,026,900	3,642,361,952	97.2	71,019,426	768,166,307	98.0	773,085,979	98.0	21.2	10,883				
\$18,000 or more	72,603,093	3,657,356,813	97.6	72,595,619	770,326,408	98.3	775,246,366	98.3	21.2	10,677				
\$17,000 or more	74,181,190	3,670,944,036	98.0	74,173,716	772,293,496	98.6	777,216,608	98.6	21.2	10,476				
\$16,000 or more	75,677,894	3,682,596,752	98.3	75,670,420	773,994,070	98.8	778,917,219	98.8	21.2	10,291				
\$15,000 or more	77,339,654	3,694,422,398	98.6	77,331,832	775,727,297	99.0	780,651,693	99.0	21.1	10,093				
\$14,000 or more	78,982,547	3,704,416,500	98.8	78,974,725	777,189,106	99.2	782,113,502	99.2	21.1	9,901				
\$13,000 or more	80,468,781	3,713,165,325	99.1	80,460,958	778,464,975	99.4	783,389,382	99.3	21.1	9,734				
\$12,000 or more	81,911,161	3,720,625,735	99.3	81,903,338	779,558,471	99.5	784,485,538	99.5	21.1	9,576				
\$11,000 or more	83,330,712	3,727,069,976	99.5	83,322,889	780,499,477	99.6	785,427,008	99.6	21.1	9,424				
\$10,000 or more	84,776,268	3,732,565,793	99.6	84,770,374	781,312,526	99.7	786,240,141	99.7	21.1	9,273				
\$9,000 or more	86,328,432	3,736,960,072	99.7	86,322,538	781,950,583	99.8	786,878,198	99.8	21.1	9,114				
\$8,000 or more	87,843,209	3,740,125,915	99.8	87,837,315	782,380,913	99.9	787,308,545	99.8	21.1	8,962				
\$7,000 or more	88,922,547	3,742,249,189	99.9	88,916,653	782,704,614	99.9	787,632,540	99.9	21.0	8,856				
\$6,000 or more	89,655,621	3,744,000,802	99.9	89,649,726	782,967,011	99.9	787,895,125	99.9	21.0	8,787				
\$5,000 or more	90,524,586	3,745,372,695	99.9	90,518,692	783,171,428	100.0	788,105,601	99.9	21.0	8,705				
\$4,000 or more	91,495,570	3,746,145,157	100.0	91,491,678	783,296,061	100.0	788,230,481	100.0	21.0	8,614				
\$3,000 or more	91,823,001	3,746,714,927	100.0	91,819,108	783,381,481	100.0	788,316,136	100.0	21.0	8,584				
\$2,000 or more	92,196,635	3,747,212,491	100.0	92,192,743	783,454,480	100.0	788,390,902	100.0	21.0	8,550				
\$1,000 or more	92,807,774	3,747,622,929	100.0	92,804,829	783,509,144	100.0	788,448,106	100.0	21.0	8,494				
\$1 or more	93,029,842	3,747,654,022	100.0	93,026,897	783,512,926	100.0	788,451,908	100.0	21.0	8,474				
All returns	93,029,842	3,747,654,022	100.0	93,026,912	783,512,929	100.0	788,541,979	100.0	21.0	8,475				

X Percentage not computed

Z Less than 0.05 percent.

\* Estimate should be used with caution due to the small number of sample returns on which it is based

NOTE Detail may not add to totals because of rounding

Table 1.2--All Returns: Adjusted Gross Income, Exemptions, Deductions, and Tax Items, by Size of Adjusted Gross Income and by Marital Status

(All figures are estimates based on samples--money amounts are in thousands of dollars)

Size of adjusted gross income	All returns											Total income tax		
	Number of returns	Adjusted gross income less deficit	Exemption amount	Total itemized deductions		Standard deduction		Taxable income		Income tax after credits		Number of returns	Amount	Number of returns
				Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount			
<b>All returns, total</b>	<b>124,770,662</b>	<b>5,415,972,847</b>	<b>650,347,285</b>	<b>38,186,186</b>	<b>676,460,336</b>	<b>85,576,463</b>	<b>459,457,374</b>	<b>100,801,271</b>	<b>3,780,838,200</b>	<b>93,026,912</b>	<b>783,512,929</b>	<b>93,047,898</b>	<b>788,541,979</b>	<b>93,047,898</b>
No adjusted gross income	994,831	-53,238,323	4,435,647	-	-	-	-	-	-	-	-	3	3,686	90,071
\$1 under \$5,000	13,218,016	34,994,426	25,739,555	177,425	2,015,363	13,038,393	46,445,525	2,524,305	2,282,006	2,508,205	341,497	2,509,214	346,306	2,509,214
\$5,000 under \$10,000	13,071,279	98,072,759	46,332,194	427,804	4,705,958	12,642,506	63,309,408	6,328,982	13,278,581	5,748,318	1,858,902	5,748,485	1,865,461	5,748,485
\$10,000 under \$15,000	12,901,535	161,358,792	59,108,116	819,404	8,669,868	12,080,117	65,816,518	8,960,947	41,233,800	7,438,542	5,585,229	7,438,637	5,588,448	7,438,637
\$15,000 under \$20,000	11,724,272	204,713,422	57,258,920	1,195,670	12,995,556	10,526,589	58,583,694	10,728,039	79,950,705	7,925,501	9,974,144	7,926,390	9,979,020	7,926,390
\$20,000 under \$25,000	10,100,266	226,614,494	52,266,930	1,523,889	16,323,638	8,575,409	48,425,750	9,781,564	111,391,940	7,904,114	13,860,484	7,904,250	13,871,104	7,904,250
\$25,000 under \$30,000	8,192,496	224,639,427	43,226,070	1,706,864	17,791,783	6,483,630	36,724,088	8,079,130	127,455,136	7,459,537	16,987,312	7,460,565	16,993,257	7,460,565
\$30,000 under \$40,000	13,135,034	456,216,075	75,096,294	4,072,039	45,382,736	9,062,006	53,479,359	13,044,476	282,908,827	12,778,102	40,333,007	12,779,095	40,347,693	12,779,095
\$40,000 under \$50,000	9,973,659	447,072,777	64,195,299	4,570,422	54,394,402	5,401,215	34,051,746	9,935,141	294,872,228	9,874,394	44,805,550	9,875,704	44,814,558	9,875,704
\$50,000 under \$75,000	15,886,502	969,792,123	114,459,954	10,162,490	142,073,347	5,724,012	38,231,565	15,858,974	675,302,507	15,836,746	108,848,135	15,840,056	108,921,128	15,840,056
\$75,000 under \$100,000	7,221,303	618,463,031	55,877,555	5,911,613	101,213,264	1,309,690	9,217,849	7,214,381	452,294,883	7,211,379	85,048,922	7,214,883	85,209,357	7,214,883
\$100,000 under \$200,000	6,266,258	822,620,525	47,899,263	5,699,494	135,012,186	566,763	4,023,816	6,262,180	635,956,996	6,260,419	142,930,962	6,263,188	143,720,694	6,263,188
\$200,000 under \$500,000	1,606,186	463,589,644	4,451,488	1,485,345	63,148,346	120,841	838,980	1,604,777	395,495,482	1,603,786	109,801,858	1,605,059	111,545,246	1,605,059
\$500,000 under \$1,000,000	307,020	207,594,481	-	277,847	22,378,074	29,173	198,536	306,675	185,113,677	306,258	57,694,849	306,822	58,482,844	306,822
\$1,000,000 or more	172,004	533,469,193	-	155,879	50,355,816	16,120	110,540	171,700	483,301,431	171,594	145,442,075	171,862	146,766,804	171,862
<b>Taxable returns, total</b>	<b>93,047,898</b>	<b>5,160,224,359</b>	<b>476,344,118</b>	<b>35,731,257</b>	<b>634,108,275</b>	<b>57,301,003</b>	<b>308,312,349</b>	<b>93,029,842</b>	<b>3,747,654,022</b>	<b>93,026,912</b>	<b>783,512,929</b>	<b>93,047,898</b>	<b>788,541,979</b>	<b>93,047,898</b>
No adjusted gross income	3,686	-5,474,300	20,339	-	-	-	-	-	-	-	-	3	3,686	90,071
\$1 under \$5,000	2,509,214	7,605,238	21,610	12,275	16,836	2,495,970	5,304,937	2,505,255	2,281,327	2,508,205	341,497	2,509,214	346,306	2,509,214
\$5,000 under \$10,000	5,748,485	45,180,416	8,208,675	70,493	348,900	5,677,023	23,825,911	5,748,318	12,806,902	5,748,318	1,858,902	5,748,485	1,865,461	5,748,485
\$10,000 under \$15,000	7,438,637	93,501,173	20,055,114	389,554	2,515,313	7,047,070	32,806,962	7,436,514	38,143,395	7,438,542	5,585,229	7,438,637	5,588,448	7,438,637
\$15,000 under \$20,000	7,926,390	138,701,454	26,671,257	762,292	6,153,488	7,162,085	36,952,393	7,925,858	68,932,243	7,925,501	9,974,144	7,926,390	9,979,020	7,926,390
\$20,000 under \$25,000	7,904,250	177,976,793	31,071,085	1,099,732	9,791,549	6,803,549	36,650,559	7,904,122	100,470,700	7,904,114	13,860,484	7,904,250	13,871,104	7,904,250
\$25,000 under \$30,000	7,460,565	205,019,962	34,695,844	1,453,043	13,745,344	6,005,521	33,457,749	7,459,578	123,123,061	7,459,537	16,987,312	7,460,565	16,993,257	7,460,565
\$30,000 under \$40,000	12,779,095	444,055,159	70,404,725	3,821,584	40,098,439	8,956,523	52,738,894	12,778,111	280,817,220	12,778,102	40,333,007	12,779,095	40,347,693	12,779,095
\$40,000 under \$50,000	9,875,704	442,746,819	63,027,271	4,486,806	51,606,332	5,386,875	33,955,000	9,875,661	294,160,865	9,874,394	44,805,550	9,875,704	44,814,558	9,875,704
\$50,000 under \$75,000	15,840,056	967,075,917	114,014,351	10,116,050	139,923,164	5,724,006	38,231,522	15,838,197	674,941,332	15,836,746	108,848,135	15,840,056	108,921,128	15,840,056
\$75,000 under \$100,000	7,214,883	617,923,849	55,818,385	5,905,202	100,644,211	1,309,681	9,217,798	7,213,851	452,288,901	7,211,379	85,048,922	7,214,883	85,209,357	7,214,883
\$100,000 under \$200,000	6,263,188	822,169,045	47,886,075	5,696,558	134,456,640	566,630	4,022,930	6,261,451	635,886,258	6,260,419	142,930,962	6,263,188	143,720,694	6,263,188
\$200,000 under \$500,000	1,505,059	463,261,604	4,449,384	1,484,269	62,745,813	120,791	838,684	1,604,525	395,443,419	1,603,786	109,801,858	1,605,059	111,545,246	1,605,059
\$500,000 under \$1,000,000	306,822	207,459,516	-	277,655	22,229,208	29,167	198,497	306,622	185,090,926	306,258	57,694,849	306,822	58,482,844	306,822
\$1,000,000 or more	171,862	533,021,714	-	155,744	49,833,038	16,113	110,503	171,672	483,267,474	171,594	145,442,075	171,862	146,766,804	171,862
<b>Nontaxable returns, total</b>	<b>31,722,764</b>	<b>255,748,487</b>	<b>174,003,167</b>	<b>2,454,929</b>	<b>42,352,051</b>	<b>28,275,459</b>	<b>151,145,025</b>	<b>7,771,429</b>	<b>33,184,178</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

Footnotes at end of table

**Table 1.2--All Returns: Adjusted Gross Income, Exemptions, Deductions, and Tax Items, by Size of Adjusted Gross Income and by Marital Status--Continued**

(All figures are estimates based on samples--money amounts are in thousands of dollars)

Size of adjusted gross income	Returns of married persons filing jointly											Total income tax	
	Number of returns	Adjusted gross income less deficit	Exemption amount	Total itemized deductions		Standard deduction		Taxable income		Income tax after credits		Number of returns	Amount
				Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount		
<b>All returns, total.....</b>	<b>49,629,570</b>	<b>3,618,627,272</b>	<b>400,421,782</b>	<b>25,071,387</b>	<b>497,643,495</b>	<b>24,174,762</b>	<b>179,790,329</b>	<b>44,150,050</b>	<b>2,610,664,958</b>	<b>41,990,744</b>	<b>562,494,560</b>	<b>42,004,328</b>	<b>566,192,892</b>
No adjusted gross income	383,421	-33,709,787	2,854,347	-	-	-	-	-	-	*15	*3	1,989	66,062
\$1 under \$5,000..	679,689	1,948,925	4,909,338	54,398	747,649	625,291	4,746,210	-	-	-	-	*43	*123
\$5,000 under \$10,000	1,380,080	10,743,599	10,717,561	75,729	1,063,184	1,304,351	9,901,747	-	-	-	-	*154	*6,198
\$10,000 under \$15,000..	2,378,989	30,232,090	18,316,928	216,293	2,795,396	2,162,696	16,475,120	452,601	442,723	436,181	63,749	436,234	65,588
\$15,000 under \$20,000..	2,799,645	49,230,248	21,280,364	380,418	4,896,677	2,419,227	18,434,957	2,135,199	7,296,457	1,577,940	885,217	1,578,826	888,395
\$20,000 under \$25,000..	2,944,489	66,205,340	23,684,143	513,508	6,890,352	2,430,981	18,293,721	2,690,168	18,726,571	1,836,516	2,040,473	1,836,544	2,040,937
\$25,000 under \$30,000..	2,699,224	74,087,243	22,097,397	586,343	7,262,056	2,112,880	15,639,796	2,612,316	29,511,189	2,196,305	3,443,385	2,197,292	3,448,571
\$30,000 under \$40,000..	5,645,440	197,856,458	47,118,094	1,694,553	21,188,947	3,950,887	28,963,287	5,586,145	101,005,839	5,349,047	12,869,065	5,349,124	12,876,765
\$40,000 under \$50,000	5,668,043	255,105,737	48,307,992	2,416,934	30,382,253	3,251,108	23,651,499	5,648,109	152,997,138	5,595,343	20,178,531	5,595,345	20,180,260
\$50,000 under \$75,000	11,752,346	723,883,089	99,357,900	7,537,979	106,291,945	4,214,367	30,903,464	11,737,014	487,491,961	11,716,060	71,667,361	11,718,930	71,699,826
\$75,000 under \$100,000	6,139,669	526,517,123	52,143,294	5,037,141	86,658,944	1,102,527	8,223,536	6,133,169	379,612,743	6,130,908	68,807,911	6,133,668	68,920,265
\$100,000 under \$200,000	5,370,714	705,165,038	45,252,343	4,898,601	116,345,428	472,114	3,590,423	5,368,872	540,097,432	5,367,156	119,263,879	5,369,294	119,870,676
\$200,000 under \$500,000	1,384,785	398,842,260	4,382,080	1,282,002	53,936,790	92,783	703,318	1,383,864	340,115,880	1,383,004	94,186,359	1,384,080	95,422,660
\$500,000 under \$1,000,000	259,399	175,472,678	-	236,995	18,719,769	22,404	166,257	259,153	156,657,630	258,898	49,055,531	259,274	49,659,922
\$1,000,000 or more	143,638	437,047,231	-	130,492	40,464,105	13,146	96,994	143,442	396,709,394	143,371	120,033,097	143,532	121,046,646
<b>Taxable returns, total.....</b>	<b>42,004,328</b>	<b>3,535,422,403</b>	<b>328,915,411</b>	<b>23,799,724</b>	<b>474,724,365</b>	<b>18,202,616</b>	<b>135,507,707</b>	<b>41,993,985</b>	<b>2,600,663,324</b>	<b>41,990,744</b>	<b>562,494,560</b>	<b>42,004,328</b>	<b>566,192,892</b>
No adjusted gross income	1,989	-3,834,083	15,454	-	-	-	-	-	-	*15	*3	1,989	66,062
\$1 under \$5,000	*43	*75	*366	-	-	*43	*307	-	-	-	-	*43	*123
\$5,000 under \$10,000	*154	*814	*867	*151	*3,686	*3	*23	-	-	-	-	*154	*6,198
\$10,000 under \$15,000	436,234	6,137,160	2,360,422	21,507	183,678	414,727	3,183,706	434,253	428,349	436,181	63,749	436,234	65,588
\$15,000 under \$20,000	1,578,826	27,818,641	8,741,503	159,694	1,594,950	1,419,132	11,302,984	1,578,296	6,187,101	1,577,940	885,217	1,578,826	888,395
\$20,000 under \$25,000	1,836,544	41,509,939	11,270,612	285,193	2,843,150	1,571,351	12,178,453	1,836,524	15,219,795	1,836,516	2,040,473	1,836,544	2,040,937
\$25,000 under \$30,000	2,197,292	60,581,025	15,705,109	413,002	4,563,147	1,784,290	13,300,558	2,196,305	27,014,246	2,196,305	3,443,385	2,197,292	3,448,571
\$30,000 under \$40,000	5,349,124	187,725,922	42,905,011	1,492,860	17,331,711	3,856,265	28,288,867	5,349,056	99,201,367	5,349,047	12,869,065	5,349,124	12,876,765
\$40,000 under \$50,000	5,595,345	251,894,306	47,252,306	2,355,718	28,643,358	3,239,626	23,569,970	5,595,343	152,428,710	5,595,343	20,178,531	5,595,345	20,180,260
\$50,000 under \$75,000	11,718,930	721,893,794	98,956,136	7,504,569	104,924,353	4,214,361	30,903,421	11,717,161	487,137,889	11,716,060	71,667,361	11,718,930	71,699,826
\$75,000 under \$100,000	6,133,668	526,017,499	52,085,284	5,031,148	86,147,175	1,102,519	8,223,480	6,132,642	379,606,913	6,130,908	68,807,911	6,133,668	68,920,265
\$100,000 under \$200,000	5,369,294	704,966,822	45,242,232	4,897,292	116,162,489	472,002	3,589,631	5,368,185	540,031,540	5,367,156	119,263,879	5,369,294	119,870,676
\$200,000 under \$500,000	1,384,080	398,635,065	4,380,109	1,291,326	53,671,108	92,754	703,112	1,383,677	340,077,968	1,383,004	94,186,359	1,384,080	95,422,660
\$500,000 under \$1,000,000	259,274	175,388,406	-	236,875	18,626,419	22,399	166,221	259,123	156,643,774	258,898	49,055,531	259,274	49,659,922
\$1,000,000 or more	143,532	436,687,017	-	130,389	40,029,140	13,143	96,973	143,422	396,685,673	143,371	120,033,097	143,532	121,046,646
<b>Nontaxable returns, total.....</b>	<b>7,625,242</b>	<b>83,204,869</b>	<b>71,506,371</b>	<b>1,271,664</b>	<b>22,919,130</b>	<b>5,972,146</b>	<b>44,282,622</b>	<b>2,156,065</b>	<b>10,001,634</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

Footnotes at end of table



Table 1.2--All Returns: Adjusted Gross Income, Exemptions, Deductions, and Tax Items, by Size of Adjusted Gross Income and by Marital Status--Continued

(All figures are estimates based on samples--money amounts are in thousands of dollars)

Returns of married persons filing separately, heads of households, and surviving spouses														
Size of adjusted gross income	Number of returns	Adjusted gross income less deficit	Exemption amount	Total itemized deductions		Standard deduction		Taxable income		Income tax after credits		Number of returns	Total income tax	
				Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount			
All returns, total.....	20,036,127	504,589,769	125,309,986	3,680,349	49,134,354	16,253,712	97,914,351	13,732,753	271,641,697	9,191,251	45,491,030	9,193,936	45,842,428	
No adjusted gross income	88,884	-5,752,564	381,147	-	-	-	-	-	-	-	-	265	7,070	
\$1 under \$5,000	1,528,120	4,431,812	9,744,843	24,324	209,139	1,501,599	9,036,640	*7,860	*6,484	*7,860	*924	*7,861	*944	
\$5,000 under \$10,000	2,758,052	21,069,885	17,681,507	45,016	438,262	2,712,067	16,437,079	158,603	266,950	145,803	38,255	145,812	38,433	
\$10,000 under \$15,000	3,494,874	43,777,885	22,467,110	123,042	992,847	3,369,819	20,496,576	1,703,017	4,028,899	532,390	317,591	532,391	317,594	
\$15,000 under \$20,000	3,043,593	52,974,891	19,981,653	225,478	2,077,800	2,816,102	17,015,701	2,795,928	14,410,011	672,378	723,745	672,378	724,826	
\$20,000 under \$25,000	2,457,718	54,924,550	15,644,594	311,511	2,921,446	2,145,238	12,810,579	2,424,265	23,645,402	1,421,211	1,701,011	1,421,211	1,701,011	
\$25,000 under \$30,000	1,688,058	46,104,862	10,564,888	388,784	3,702,976	1,297,273	7,731,980	1,677,425	24,153,400	1,480,057	2,651,892	1,480,098	2,652,217	
\$30,000 under \$40,000	2,187,123	75,536,607	13,153,443	760,567	7,753,371	1,425,567	8,453,263	2,180,710	46,197,491	2,152,708	6,177,514	2,153,624	6,182,878	
\$40,000 under \$50,000	1,221,521	54,281,262	7,148,196	635,452	7,394,556	584,046	3,512,131	1,217,470	36,233,518	1,211,864	5,321,333	1,212,780	5,326,236	
\$50,000 under \$75,000	1,097,754	65,134,438	6,444,742	746,229	10,464,051	351,525	2,112,792	1,097,579	46,119,661	1,097,227	8,098,586	1,097,590	8,120,692	
\$75,000 under \$100,000	222,669	18,898,048	1,179,007	189,549	3,340,748	33,120	209,653	222,652	14,169,408	222,619	2,989,046	222,652	3,014,186	
\$100,000 under \$200,000	187,609	24,801,555	893,657	176,783	4,319,186	10,826	60,931	187,220	19,533,255	187,205	4,744,829	187,232	4,803,740	
\$200,000 under \$500,000	42,354	12,780,738	25,199	37,400	1,844,509	4,953	28,260	42,271	10,893,999	42,234	3,258,127	42,270	3,358,163	
\$500,000 under \$1,000,000	10,877	7,315,516	-	9,863	866,562	1,013	5,719	10,861	6,456,692	10,815	2,051,127	10,863	2,088,894	
\$1,000,000 or more	6,921	28,310,284	-	6,350	2,808,902	564	3,048	6,893	25,526,529	6,879	7,417,049	6,909	7,505,543	
Taxable returns, total.....	9,193,936	377,423,513	49,202,165	3,201,013	43,278,973	5,980,706	34,354,600	9,192,651	251,346,018	9,191,251	45,491,030	9,193,936	45,842,428	
No adjusted gross income	265	-709,363	960	-	-	-	-	-	-	-	-	265	7,070	
\$1 under \$5,000	*7,861	*31,466	*10,592	*2,950	*451	*3,942	*13,993	*7,860	*6,484	*7,860	*924	*7,861	*944	
\$5,000 under \$10,000	145,812	1,218,118	392,442	*7,764	*34,712	137,079	536,549	145,803	260,624	145,803	38,255	145,812	38,433	
\$10,000 under \$15,000	532,391	6,848,835	1,931,371	50,136	262,499	480,242	2,476,732	532,390	2,178,236	532,390	317,591	532,391	317,594	
\$15,000 under \$20,000	672,378	11,924,882	2,868,326	103,471	702,140	566,894	3,008,221	672,378	5,346,196	672,378	723,745	672,378	724,826	
\$20,000 under \$25,000	1,421,211	32,107,392	7,103,800	175,219	1,402,500	1,245,023	7,201,718	1,421,211	16,399,375	1,421,211	1,701,011	1,421,211	1,701,011	
\$25,000 under \$30,000	1,480,098	40,592,469	8,527,595	329,364	2,872,964	1,148,732	6,809,037	1,480,098	22,382,873	1,480,057	2,651,892	1,480,098	2,652,217	
\$30,000 under \$40,000	2,153,624	74,416,666	12,745,532	737,012	7,342,027	1,415,624	8,391,117	2,152,708	45,941,076	2,152,708	6,177,514	2,153,624	6,182,878	
\$40,000 under \$50,000	1,212,780	53,905,592	7,080,405	629,569	7,180,817	581,189	3,496,914	1,212,780	36,147,456	1,211,864	5,321,333	1,212,780	5,326,236	
\$50,000 under \$75,000	1,097,590	65,125,693	6,443,458	746,065	10,451,074	351,525	2,112,792	1,097,578	46,119,607	1,097,227	8,098,586	1,097,590	8,120,692	
\$75,000 under \$100,000	222,652	18,896,617	1,178,933	189,532	3,338,624	33,120	209,653	222,652	14,169,408	222,619	2,989,046	222,652	3,014,186	
\$100,000 under \$200,000	187,232	24,728,358	893,585	176,411	4,244,346	10,821	60,908	187,206	19,531,355	187,205	4,744,829	187,232	4,803,740	
\$200,000 under \$500,000	42,270	12,754,913	25,165	37,330	1,821,107	4,940	28,206	42,241	10,886,461	42,234	3,258,127	42,270	3,358,163	
\$500,000 under \$1,000,000	10,863	7,304,711	-	9,849	852,571	1,013	5,719	10,857	6,453,517	10,815	2,051,127	10,863	2,088,894	
\$1,000,000 or more	6,909	28,277,164	-	6,340	2,773,142	562	3,041	6,889	25,523,353	6,879	7,417,049	6,909	7,505,543	
Nontaxable returns, total.....	10,842,191	127,166,255	76,107,821	479,336	5,855,381	10,273,005	63,559,751	4,540,102	20,295,678	-	-	-	-	

Footnotes at end of table

Table 1.2--All Returns: Adjusted Gross Income, Exemptions, Deductions, and Tax Items, by Size of Adjusted Gross Income and by Marital Status--Continued

(All figures are estimates based on samples--money amounts are in thousands of dollars)

Size of adjusted gross income	Returns of single persons										Total income tax		
	Number of returns	Adjusted gross income less deficit	Exemption amount	Total itemized deductions		Standard deduction		Taxable income		Income tax after credits		Number of returns	Amount
				Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount		
	(40)	(41)	(42)	(43)	(44)	(45)	(46)	(47)	(48)	(49)	(50)	(51)	(52)
<b>All returns, total.....</b>	<b>55,104,964</b>	<b>1,292,755,806</b>	<b>124,615,516</b>	<b>9,434,449</b>	<b>129,682,486</b>	<b>45,147,989</b>	<b>181,752,694</b>	<b>42,918,468</b>	<b>898,531,545</b>	<b>41,844,917</b>	<b>175,527,339</b>	<b>41,849,634</b>	<b>176,506,659</b>
No adjusted gross income	522,526	-13,775,972	1,200,152	-	-	-	-	-	-	-	-	1,432	16,939
\$1 under \$5,000	11,010,208	28,613,689	11,085,374	98,704	1,058,574	10,911,504	32,662,675	2,516,446	2,275,522	2,500,345	340,573	2,501,310	345,239
\$5,000 under \$10,000	8,933,147	66,259,275	17,933,126	307,059	3,204,511	8,626,088	36,970,582	6,170,379	13,011,632	5,602,515	1,820,648	5,602,519	1,820,830
\$10,000 under \$15,000	7,027,672	87,348,816	18,324,079	480,069	4,881,625	6,547,603	28,844,822	6,805,329	36,762,179	6,469,971	5,203,889	6,470,012	5,205,266
\$15,000 under \$20,000	5,881,034	102,508,284	15,996,903	589,774	6,021,079	5,291,260	23,133,036	5,796,912	58,244,237	5,675,183	8,365,182	5,675,186	8,365,798
\$20,000 under \$25,000	4,698,060	105,484,604	12,938,193	698,870	6,511,840	3,999,190	17,321,451	4,867,131	69,019,968	4,646,387	10,119,001	4,646,495	10,129,156
\$25,000 under \$30,000	3,805,214	104,447,323	10,563,786	731,737	6,826,752	3,073,476	13,352,312	3,789,389	73,790,547	3,783,175	10,892,034	3,783,175	10,892,469
\$30,000 under \$40,000	5,302,470	182,823,010	14,824,757	1,616,919	16,440,417	3,685,552	16,062,809	5,277,622	135,705,497	5,276,346	21,286,428	5,276,346	21,288,039
\$40,000 under \$50,000	3,084,056	137,685,778	8,739,111	1,518,036	16,617,592	1,566,060	6,888,116	3,069,563	105,641,572	3,067,187	19,305,686	3,067,187	19,308,062
\$50,000 under \$75,000	3,036,402	180,774,596	8,657,312	1,878,281	25,317,351	1,158,121	5,215,309	3,024,381	141,690,885	3,023,459	29,082,188	3,023,459	29,100,610
\$75,000 under \$100,000	858,966	73,047,861	2,555,254	684,923	11,213,572	174,043	784,660	858,560	58,512,732	857,851	13,251,964	858,563	13,274,905
\$100,000 under \$200,000	707,934	92,653,931	1,753,263	624,110	14,347,572	83,824	372,462	706,088	76,326,309	706,059	18,922,253	706,663	19,046,278
\$200,000 under \$500,000	179,047	51,966,647	44,209	155,942	7,367,048	23,105	107,401	178,643	44,485,603	178,548	12,357,371	178,709	12,764,423
\$500,000 under \$1,000,000	36,744	24,806,287	-	30,989	2,791,744	5,755	26,561	36,661	21,999,355	36,545	6,588,191	36,685	6,734,028
\$1,000,000 or more	21,446	68,111,677	-	19,036	7,082,809	2,410	10,497	21,364	61,065,509	21,344	17,991,930	21,422	18,214,616
<b>Taxable returns, total.....</b>	<b>41,849,634</b>	<b>1,247,378,443</b>	<b>98,226,542</b>	<b>8,730,520</b>	<b>116,104,936</b>	<b>33,117,681</b>	<b>138,450,043</b>	<b>41,843,205</b>	<b>895,644,679</b>	<b>41,844,917</b>	<b>175,527,339</b>	<b>41,849,634</b>	<b>176,506,659</b>
No adjusted gross income	1,432	-930,853	3,925	-	-	-	-	-	-	-	-	1,432	16,939
\$1 under \$5,000	2,501,310	7,573,696	10,651	9,325	16,385	2,491,985	5,290,637	2,497,395	2,274,843	2,500,345	340,573	2,501,310	345,239
\$5,000 under \$10,000	5,602,519	43,961,483	7,815,365	62,578	310,502	5,539,940	23,289,339	5,602,515	12,546,278	5,602,515	1,820,648	5,602,519	1,820,830
\$10,000 under \$15,000	6,470,012	80,515,178	15,763,322	317,911	2,069,136	6,152,101	27,146,543	6,469,971	35,536,810	6,469,971	5,203,889	6,470,012	5,205,266
\$15,000 under \$20,000	5,675,186	98,957,931	15,061,428	499,127	3,856,399	5,176,060	22,641,187	5,675,183	57,398,947	5,675,183	8,365,182	5,675,186	8,365,798
\$20,000 under \$25,000	4,646,495	104,359,462	12,696,673	659,321	5,545,899	3,987,175	17,270,387	4,646,387	68,851,530	4,646,387	10,119,001	4,646,495	10,129,156
\$25,000 under \$30,000	3,783,175	103,846,467	10,463,139	710,677	6,309,232	3,072,498	13,348,154	3,783,175	73,725,942	3,783,175	10,892,034	3,783,175	10,892,469
\$30,000 under \$40,000	5,276,346	181,912,571	14,754,181	1,591,712	15,424,701	3,684,635	16,058,911	5,276,346	135,674,777	5,276,346	21,286,428	5,276,346	21,288,039
\$40,000 under \$50,000	3,067,578	136,946,921	8,694,560	1,501,518	15,782,157	1,566,060	6,888,116	3,067,538	105,584,699	3,067,187	19,305,686	3,067,578	19,308,062
\$50,000 under \$75,000	3,023,536	180,056,431	8,614,756	1,865,416	24,547,737	1,158,121	5,215,309	3,023,459	141,693,837	3,023,459	29,082,188	3,023,536	29,100,610
\$75,000 under \$100,000	858,563	73,009,733	2,554,168	684,522	11,158,412	174,042	784,656	858,556	58,512,580	857,851	13,251,964	858,563	13,274,905
\$100,000 under \$200,000	706,663	92,473,866	1,750,262	622,856	14,049,805	83,807	372,391	706,061	76,323,363	706,059	18,922,253	706,663	19,046,278
\$200,000 under \$500,000	178,709	51,871,627	44,110	155,612	7,253,598	23,097	107,366	178,608	44,478,990	178,548	12,357,371	178,709	12,764,423
\$500,000 under \$1,000,000	36,685	24,766,399	-	30,931	2,750,218	5,754	26,557	36,649	21,993,635	36,545	6,588,191	36,685	6,734,028
\$1,000,000 or more	21,422	68,057,533	-	19,014	7,030,756	2,408	10,489	21,360	61,058,448	21,344	17,991,930	21,422	18,214,616
<b>Nontaxable returns, total.....</b>	<b>13,255,330</b>	<b>45,377,363</b>	<b>26,388,975</b>	<b>703,929</b>	<b>13,577,550</b>	<b>12,030,308</b>	<b>43,302,651</b>	<b>1,075,263</b>	<b>2,886,866</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

\* Estimate should be used with caution due to the small number of sample returns on which it is based  
NOTE: Detail may not add to totals because of rounding



**Table 1.3 -- All Returns: Sources of Income, Adjustments, Deductions, Credits, and Tax Items, by Marital Status**

(All figures are estimates based on samples--money amounts are in thousands of dollars)

Item	All returns		Joint returns of married persons		Separate returns of married persons	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(1)	(2)	(3)	(4)	(5)	(6)
Adjusted gross income less deficit.....	124,654,880	5,415,972,847	49,598,803	3,618,627,272	2,516,428	95,151,634
Salaries and wages.....	106,535,263	3,879,762,259	42,708,034	2,532,417,496	2,231,042	67,214,853
Taxable interest.....	67,231,792	178,333,632	36,280,707	110,074,162	1,062,336	3,246,758
Tax-exempt interest.....	4,778,374	50,223,365	2,823,560	30,814,198	58,652	1,165,798
Dividends.....	30,423,274	118,479,991	17,156,040	71,956,253	401,565	2,668,159
State income tax refunds.....	19,544,265	14,707,844	13,425,764	10,964,140	423,612	273,242
Alimony received.....	437,410	5,118,123	37,392	140,611	*6,740	*50,610
Business or profession:						
Net income.....	13,083,038	226,144,788	8,361,598	167,571,884	253,423	4,415,163
Net loss.....	4,021,748	-23,744,673	2,747,425	-16,429,929	67,373	-584,140
Sales of capital assets:						
Net gain in AGI.....	20,956,812	455,223,326	11,720,952	332,712,143	262,970	13,067,823
Net loss in AGI.....	4,733,585	-9,139,487	2,839,663	-5,770,371	68,698	-87,175
Sales of property other than capital assets.....	1,719,936	-1,575,698	1,296,681	-576,080	25,150	-66,345
Taxable IRA distributions.....	7,774,091	74,094,367	4,771,866	50,268,894	77,890	978,532
Pensions and annuities in AGI.....	20,473,407	280,650,198	11,989,093	187,892,736	271,300	4,039,248
Rent and royalty:						
Net income.....	5,842,526	52,195,580	3,980,266	38,468,425	82,270	998,613
Net loss*.....	5,376,727	33,182,638	3,703,463	23,529,839	60,764	448,179
Farm rental income less loss.....	663,947	3,428,714	398,236	2,323,476	8,109	24,960
Partnership and S Corporation net income less loss.....	6,184,186	187,354,593	4,437,593	155,362,401	103,411	3,670,196
Estate and trust net income less loss.....	530,175	9,464,108	250,635	4,432,954	2,392	426,955
Farm net income less loss.....	2,091,845	-7,933,778	1,707,602	-6,564,938	21,830	-137,366
Unemployment compensation.....	7,082,552	16,814,669	3,484,618	8,662,172	146,449	338,199
Social security benefits in AGI.....	8,941,171	68,702,700	5,658,231	48,745,151	111,960	809,747
Other income less loss.....	5,088,222	21,554,041	3,144,531	15,505,913	71,003	273,379
Total statutory adjustments.....	21,998,366	51,530,709	13,284,945	36,327,023	329,438	925,631
IRA payments.....	3,868,017	8,188,452	2,424,753	5,943,302	47,667	80,488
Student loan interest deduction.....	3,763,742	1,730,768	1,770,512	760,119	-	-
Payments to a Keogh plan.....	1,177,487	11,039,683	918,121	9,028,533	15,390	115,229
Deduction for self-employment tax.....	13,756,483	15,960,341	9,015,027	11,919,341	251,459	294,250
Self-employed health insurance deduction.....	3,380,867	4,693,286	2,334,905	3,738,060	42,045	47,377
Moving expenses adjustment.....	809,246	1,684,183	468,713	1,168,043	9,212	21,498
Medical savings account deduction.....	42,235	62,071	30,100	52,042	-	-
Total itemized deductions.....	38,186,186	676,460,336	25,071,387	497,643,495	992,902	12,565,838
Medical and dental expenses deduction.....	5,559,653	31,984,304	3,177,037	14,852,210	125,517	362,794
Taxes paid deduction.....	37,576,356	241,782,812	24,903,129	185,533,511	955,452	4,399,667
Interest paid deduction.....	32,023,604	271,624,314	22,579,811	208,100,180	711,987	4,837,161
Contributions deduction.....	33,835,992	109,240,078	23,026,245	82,836,015	757,972	2,352,874
Casualty or theft loss deduction.....	99,459	1,193,534	54,526	786,845	4,188	20,625
Total miscellaneous deductions.....	9,501,396	47,583,311	5,648,308	28,247,898	245,834	1,340,390
Basic standard deduction.....	85,576,463	445,400,450	24,174,762	171,502,948	1,477,346	5,223,634
Additional standard deduction.....	11,081,634	14,056,924	5,679,924	8,287,381	78,623	70,250
Taxable income.....	100,801,271	3,780,838,200	44,150,050	2,610,664,958	2,222,027	73,041,540
Total tax credits.....	34,271,812	30,055,933	21,057,522	20,960,593	443,767	482,338
Child care credit.....	6,128,155	2,660,573	4,094,106	1,753,405	51,457	29,881
Credit for the elderly or disabled.....	180,473	35,689	48,988	10,676	-	-
Child tax credit.....	24,810,781	15,143,468	16,808,145	11,451,358	372,776	196,167
Education credit.....	4,652,596	3,376,647	2,977,187	2,384,499	-	-
Foreign tax credit.....	2,995,294	4,677,022	1,821,682	3,485,054	58,442	226,157
Earned income credit used to offset income tax before credits.....	5,919,232	2,232,025	1,184,646	369,893	-	-
Minimum tax credit.....	108,583	818,389	84,540	701,156	966	10,515
General business credit.....	272,197	732,487	195,615	564,399	3,049	17,989
Employment zone employment credit.....	3,100	22,088	2,585	16,324	*58	*269
Nonconventional source fuel credit.....	23,823	46,591	16,968	40,003	304	758
Income tax after credits.....	93,026,912	783,512,929	41,990,744	562,494,560	2,170,192	16,473,779
Alternative minimum tax.....	853,433	5,014,549	589,922	3,685,000	43,854	166,942
Total income tax.....	93,047,898	788,541,979	42,004,328	566,192,892	2,170,934	16,640,721
Total tax liability.....	95,535,006	821,899,253	43,239,148	591,136,983	2,227,276	17,329,947
Total tax payments.....	115,151,603	861,317,704	46,980,043	600,272,450	2,327,485	16,850,472
Income tax withheld.....	109,144,689	636,248,491	44,436,416	432,069,354	2,218,115	10,755,625
Estimated tax payments.....	13,072,121	177,750,952	7,585,595	131,624,078	180,540	4,339,077
Overpayment refunded.....	90,233,356	144,445,788	32,693,055	71,332,039	1,443,054	1,631,540
Tax due at time of filing.....	28,429,856	102,151,442	14,192,735	73,617,744	943,629	2,904,012

Footnotes at end of table



**Table 1.3 -- All Returns: Sources of Income, Adjustments, Deductions, Credits, and Tax Items, by Marital Status--Continued**

(All figures are estimates based on samples--money amounts are in thousands of dollars)

Item	Returns of heads of households		Returns of surviving spouses		Returns of single persons	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(7)	(8)	(9)	(10)	(11)	(12)
Adjusted gross income less deficit.....	17,421,741	406,729,675	76,530	2,708,460	55,041,378	1,292,755,806
Salaries and wages .....	16,383,016	355,099,306	60,699	1,443,704	45,152,473	923,586,901
Taxable interest .....	4,388,569	4,208,762	52,038	185,509	25,448,142	60,618,441
Tax-exempt interest.....	120,289	699,100	1,114	16,364	1,774,758	17,527,905
Dividends.....	1,265,307	2,826,291	22,756	93,420	11,577,605	40,935,869
State income tax refunds .....	1,424,973	858,824	11,949	9,833	4,257,967	2,601,804
Alimony received .....	170,302	2,054,265	-	-	222,977	2,872,637
Business or profession						
Net income .....	1,236,314	13,674,317	13,766	160,558	3,217,935	40,322,865
Net loss .....	239,631	-1,363,281	*4,083	*-13,054	963,235	-5,354,269
Sales of capital assets						
Net gain in AGI .....	806,333	10,381,020	19,584	340,674	8,146,973	98,721,665
Net loss in AGI .....	192,553	-330,031	6,427	-8,640	1,626,245	-2,943,269
Sales of property other than capital assets .....	52,765	-167,516	*1,325	*246	344,015	-766,003
Taxable IRA distributions.....	299,149	3,065,281	*1,948	*28,160	2,623,238	19,753,500
Pensions and annuities in AGI.....	1,202,068	11,299,926	21,662	299,911	6,989,284	77,118,377
Rent and royalty						
Net income .....	247,824	1,703,508	7,602	114,766	1,524,565	10,910,269
Net loss <sup>1</sup> .....	318,757	1,836,073	6,472	77,657	1,287,270	7,290,890
Farm rental income less loss .....	8,353	7,623	*972	*-446	248,277	1,073,101
Partnership and S Corporation net income less loss.....	214,430	3,866,078	3,625	58,667	1,425,126	23,397,250
Estate and trust net income less loss.....	18,339	243,459	*978	*48,057	257,831	4,312,682
Farm net income less loss.....	54,527	-229,274	*442	*9826	307,444	-1,012,026
Unemployment compensation.....	1,280,334	2,803,125	*2,002	*9784	2,169,158	5,001,389
Social security benefits in AGI.....	209,715	1,106,612	10,644	46,670	2,950,620	17,994,519
Other income less loss .....	348,878	1,074,381	4,899	16,015	1,518,911	4,684,352
Total statutory adjustments .....	1,981,045	3,071,605	16,497	17,884	6,386,441	11,188,564
IRA payments .....	223,598	301,506	*948	*1,896	1,171,051	1,861,261
Student loan interest deduction .....	394,597	160,751	*932	*932	1,597,700	808,966
Payments to a Keogh plan .....	36,116	296,183	*157	*802	207,704	1,598,936
Deduction for self-employment tax .....	1,263,435	953,006	10,773	10,500	3,215,789	2,783,244
Self-employed health insurance deduction.....	179,771	199,057	*1,428	*947	822,719	707,845
Moving expenses adjustment.....	55,116	119,375	*3	*22	276,201	375,245
Medical savings account deduction.....	*3,966	*3,277	-	-	8,169	6,752
Total itemized deductions .....	2,657,569	36,095,904	29,878	472,612	9,434,449	129,682,486
Medical and dental expenses deduction.....	417,903	1,207,765	*6,020	*18,949	1,833,175	15,542,587
Taxes paid deduction.....	2,619,737	10,644,078	29,878	172,326	9,068,161	41,033,230
Interest paid deduction.....	2,313,597	16,915,122	26,872	215,571	6,391,339	41,556,280
Contributions deduction .....	2,298,183	4,210,670	23,991	65,174	7,729,602	19,775,345
Casualty or theft loss deduction.....	10,013	55,738	-	-	30,732	330,326
Total miscellaneous deductions.....	865,066	3,502,595	4,433	10,841	2,737,753	14,481,587
Basic standard deduction.....	14,729,733	91,947,255	46,633	331,094	45,147,989	176,395,520
Additional standard deduction.....	318,278	338,906	*3,780	*3,213	5,001,029	5,357,174
Taxable income .....	11,462,668	197,025,874	48,058	1,574,282	42,918,468	898,531,545
Total tax credits .....	8,454,949	6,128,155	37,502	31,700	4,278,072	2,453,147
Child care credit .....	1,897,550	841,615	6,543	2,017	78,499	33,655
Credit for the elderly or disabled .....	*4,003	*354	-	-	127,482	24,658
Child tax credit .....	6,919,170	3,191,975	26,224	13,963	684,466	290,005
Education credit.....	393,793	279,171	*6,865	*8,145	1,274,752	704,832
Foreign tax credit .....	80,379	115,293	1,677	2,376	1,033,114	848,143
Earned income credit used to offset income tax before credits .....	3,486,474	1,656,910	*7,921	*3,017	1,240,190	202,205
Minimum tax credit .....	3,711	19,653	*8	*3	19,359	87,062
General business credit .....	4,873	9,677	-	-	68,660	140,422
Empowerment zone employment credit .....	-	-	-	-	457	5,496
Nonconventional source fuel credit .....	*715	*222	-	-	5,836	5,608
Income tax after credits .....	6,979,731	28,737,889	41,328	279,362	41,844,917	175,527,339
Alternative minimum tax .....	66,830	182,865	*64	*1,561	152,763	978,182
Total income tax .....	6,981,665	28,920,785	41,337	280,922	41,849,634	176,506,659
Total tax liability .....	7,162,715	30,296,009	43,274	293,807	42,862,594	182,842,507
Total tax payments .....	16,030,604	47,933,334	66,668	327,264	49,746,803	195,934,184
Income tax withheld .....	15,819,152	43,251,353	62,775	219,315	46,608,231	149,952,844
Estimated tax payments .....	386,295	3,511,360	12,349	86,838	4,907,342	38,189,599
Overpayment refunded .....	16,085,954	38,858,866	64,535	149,688	39,946,758	32,473,655
Tax due at time of filing .....	1,088,795	2,871,138	11,450	68,704	12,193,247	22,689,844

<sup>1</sup> Estimate should be used with caution due to the small number of sample returns on which it is based.

NOTE. Detail may not add to total because of rounding

Table 1.4--All Returns: Sources of Income, Adjustments, and Tax Items, by Size of Adjusted Gross Income

(All figures are estimates based on samples--money amounts are in thousands of dollars.)

Size of adjusted gross income	Number of returns	Adjusted gross income less deficit	Salaries and wages		Taxable interest		Tax-exempt interest		Dividends		State income tax refunds	
			Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
<b>All returns, total.....</b>	<b>124,770,662</b>	<b>5,415,972,847</b>	<b>106,535,263</b>	<b>3,879,762,259</b>	<b>67,231,792</b>	<b>178,333,632</b>	<b>4,778,374</b>	<b>50,223,365</b>	<b>30,423,274</b>	<b>118,479,991</b>	<b>19,544,265</b>	<b>14,707,844</b>
No adjusted gross income	994,831	-53,238,323	323,545	7,455,428	574,521	3,646,534	39,174	505,630	305,432	1,152,813	64,587	128,209
\$1 under \$5,000.....	13,218,016	34,994,426	10,551,864	30,332,473	3,999,912	2,013,115	95,520	253,288	1,978,872	1,038,245	85,874	36,418
\$5,000 under \$10,000	13,071,279	98,072,759	10,560,345	73,930,554	4,036,702	4,579,917	123,869	371,182	1,406,719	1,808,483	122,947	53,272
\$10,000 under \$15,000	12,901,535	161,358,792	10,406,804	120,911,098	4,473,499	7,902,637	160,268	688,011	1,549,920	2,460,016	290,265	114,175
\$15,000 under \$20,000	11,724,272	204,713,422	9,714,194	158,414,436	4,540,153	8,715,844	183,540	900,830	1,581,051	2,992,921	430,749	150,372
\$20,000 under \$25,000	10,100,266	226,614,494	8,662,970	179,975,424	4,537,907	7,586,846	159,168	544,221	1,477,299	2,550,937	663,831	235,583
\$25,000 under \$30,000	8,192,496	224,639,427	7,249,848	184,519,271	3,940,096	6,849,327	145,350	417,279	1,366,438	2,511,760	794,103	318,699
\$30,000 under \$40,000	13,135,034	456,216,075	11,672,076	372,620,677	7,507,524	12,527,890	341,063	1,894,174	2,687,171	5,430,896	2,082,583	846,078
\$40,000 under \$50,000	9,973,659	447,072,777	9,071,515	368,944,001	6,801,033	10,632,639	329,720	1,938,833	2,698,886	5,573,585	2,441,691	1,127,199
\$50,000 under \$75,000	15,886,502	969,792,123	14,388,746	781,073,967	12,535,519	24,295,403	860,959	4,643,220	5,750,700	13,524,343	5,711,476	2,949,755
\$75,000 under \$100,000	7,221,303	618,463,031	6,575,765	487,596,539	6,372,456	15,608,939	600,737	4,447,615	3,601,660	10,719,242	3,148,842	2,007,532
\$100,000 under \$200,000	6,266,258	822,670,525	5,590,692	588,874,213	5,879,883	24,484,673	987,985	8,874,507	4,232,806	21,486,488	2,766,133	2,585,505
\$200,000 under \$500,000	1,606,186	463,589,644	1,367,491	266,736,719	1,560,393	16,020,109	517,716	9,239,647	1,341,198	17,010,455	708,261	1,568,536
\$500,000 under \$1,000,000	307,020	207,594,481	255,074	99,360,701	301,817	8,772,752	147,563	4,718,021	281,510	8,484,857	142,623	725,593
\$1,000,000 or more ..	172,004	533,469,193	144,334	159,016,757	170,376	24,697,007	105,740	10,786,907	163,613	21,734,952	90,299	1,860,919
<b>Taxable returns, total.....</b>	<b>93,047,898</b>	<b>5,160,224,359</b>	<b>80,234,331</b>	<b>3,624,306,373</b>	<b>58,427,604</b>	<b>166,135,207</b>	<b>4,543,620</b>	<b>48,066,506</b>	<b>27,697,305</b>	<b>113,809,550</b>	<b>18,553,937</b>	<b>14,083,582</b>
No adjusted gross income	3,686	-5,474,300	1,824	250,403	3,024	650,837	698	43,441	2,222	156,776	618	6,560
\$1 under \$5,000	2,509,214	7,605,238	1,391,131	4,528,928	1,480,776	856,813	53,518	54,959	1,274,042	600,806	*5,902	*330
\$5,000 under \$10,000	5,748,485	45,180,416	4,921,573	35,950,032	2,058,107	2,160,173	74,818	210,498	791,618	878,258	25,687	9,953
\$10,000 under \$15,000	7,438,637	93,501,173	5,843,107	68,329,905	2,957,903	5,848,903	120,333	292,784	1,063,134	1,775,694	149,909	47,227
\$15,000 under \$20,000	7,926,390	138,701,454	6,222,535	100,246,067	3,679,408	7,999,023	165,907	808,539	1,353,886	2,607,698	288,000	94,765
\$20,000 under \$25,000	7,904,250	177,976,793	6,624,856	137,655,398	3,830,270	6,844,156	147,735	498,422	1,323,870	2,369,802	504,441	165,438
\$25,000 under \$30,000	7,460,565	205,019,962	6,579,131	167,899,113	3,624,591	6,528,466	139,437	388,034	1,275,341	2,354,501	671,869	258,122
\$30,000 under \$40,000	12,779,095	444,065,169	11,367,301	363,055,834	7,285,705	12,068,967	329,338	1,665,655	2,614,094	5,188,920	1,956,447	762,136
\$40,000 under \$50,000	9,875,704	442,746,819	8,998,125	365,944,120	6,740,046	10,298,827	321,692	1,800,151	2,660,749	5,355,246	2,409,710	1,100,415
\$50,000 under \$75,000	15,840,056	967,075,917	14,357,527	779,411,591	12,492,203	23,864,037	852,659	4,403,995	5,724,316	13,396,728	5,688,564	2,923,389
\$75,000 under \$100,000	7,214,883	617,923,849	6,571,543	487,321,377	6,367,104	15,551,831	599,542	4,390,268	3,598,601	10,670,664	3,146,401	1,995,379
\$100,000 under \$200,000	6,263,188	822,169,045	5,589,503	588,740,784	5,877,190	24,326,811	967,451	8,816,629	4,230,245	21,440,581	2,765,660	2,579,421
\$200,000 under \$500,000	1,605,059	463,261,604	1,366,950	266,644,118	1,559,403	15,903,415	517,306	9,206,400	1,340,345	16,942,489	707,917	1,561,859
\$500,000 under \$1,000,000	306,822	207,459,516	254,969	99,340,636	301,634	8,722,019	147,506	4,714,178	281,349	8,460,129	142,564	724,013
\$1,000,000 or more	171,862	533,021,714	144,258	158,988,067	170,241	24,510,930	105,679	10,772,551	163,493	21,611,259	90,247	1,854,574
<b>Nontaxable returns, total.....</b>	<b>31,722,764</b>	<b>255,748,487</b>	<b>26,300,932</b>	<b>255,455,886</b>	<b>8,804,188</b>	<b>12,198,424</b>	<b>234,754</b>	<b>2,156,859</b>	<b>2,725,969</b>	<b>4,670,442</b>	<b>990,328</b>	<b>624,262</b>

Footnotes at end of table

Table 1.4--All Returns: Sources of Income, Adjustments, and Tax Items, by Size of Adjusted Gross Income--Continued

(All figures are estimates based on samples--money amounts are in thousands of dollars.)

Size of adjusted gross income	Alimony received		Business or profession				Sales of capital assets reported on Schedule D			
			Net income		Net loss		Taxable net gain		Taxable net loss	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(13)	(14)	(15)	(16)	(17)	(18)	(19)	(20)	(21)	(22)
All returns, total.....	437,410	5,118,123	13,083,038	226,144,788	4,021,748	23,744,673	20,956,812	455,223,326	4,733,585	9,139,487
No adjusted gross income .....	1,644	14,537	123,591	1,839,963	297,733	5,139,367	148,951	5,464,204	236,604	523,404
\$1 under \$5,000 .....	*6,625	*29,955	910,374	2,497,189	131,087	704,345	1,541,210	1,833,322	195,335	324,053
\$5,000 under \$10,000 .....	27,672	121,818	1,478,963	8,883,769	199,953	908,771	932,944	2,204,554	227,011	364,952
\$10,000 under \$15,000 .....	43,937	267,800	1,150,318	9,421,882	204,731	1,070,602	987,578	2,758,445	234,593	430,868
\$15,000 under \$20,000 .....	63,066	435,621	937,282	9,148,003	222,757	1,000,680	1,009,376	2,979,894	236,790	453,304
\$20,000 under \$25,000 .....	48,803	418,476	869,459	9,624,615	230,476	932,864	986,215	3,377,274	228,494	445,533
\$25,000 under \$30,000 .....	41,195	257,294	785,534	8,607,867	250,005	1,133,209	864,809	2,849,781	214,845	389,739
\$30,000 under \$40,000 .....	63,984	769,550	1,297,874	15,702,126	453,796	1,741,373	1,845,208	7,255,427	372,577	679,748
\$40,000 under \$50,000 .....	41,579	476,258	1,173,946	14,549,121	410,779	1,516,029	1,713,791	7,628,195	418,044	716,047
\$50,000 under \$75,000 .....	60,106	1,245,402	1,894,757	30,853,449	789,178	3,371,746	3,907,657	22,643,820	771,215	1,500,495
\$75,000 under \$100,000 .....	18,986	331,950	947,682	22,328,785	406,005	1,733,075	2,484,366	21,108,209	578,548	1,106,813
\$100,000 under \$200,000 .....	16,840	467,049	1,069,276	44,741,979	306,469	1,988,367	3,136,745	51,199,523	669,297	1,373,664
\$200,000 under \$500,000 .....	2,293	191,080	355,702	31,751,936	90,450	1,098,740	1,030,400	59,223,099	272,740	627,533
\$500,000 under \$1,000,000 .....	372	38,729	58,136	8,385,459	16,589	405,758	228,429	42,036,145	51,818	133,247
\$1,000,000 or more .....	308	52,603	30,143	7,808,643	11,740	999,748	139,134	222,661,433	25,676	70,086
Taxable returns, total.....	351,197	4,645,626	9,165,386	196,200,160	3,184,559	15,777,615	19,312,541	446,809,362	3,951,782	7,537,026
No adjusted gross income .....	*10	*2,942	1,121	145,949	887	117,465	2,002	1,756,031	515	1,422
\$1 under \$5,000 .....	-	-	30,029	75,040	*1,975	*6,753	1,106,129	1,368,680	38,177	29,141
\$5,000 under \$10,000 .....	*6,683	*46,530	269,312	1,543,447	62,204	297,501	590,812	1,483,677	78,983	102,838
\$10,000 under \$15,000 .....	28,582	188,930	473,686	3,611,028	97,813	462,322	685,176	1,880,898	132,363	215,730
\$15,000 under \$20,000 .....	42,102	293,187	501,540	4,511,201	160,233	696,928	879,124	2,560,568	186,655	351,496
\$20,000 under \$25,000 .....	34,227	335,792	551,152	5,905,714	184,148	761,398	873,429	2,963,771	196,783	372,178
\$25,000 under \$30,000 .....	37,314	243,613	632,314	6,440,353	217,807	927,997	792,297	2,586,649	196,518	348,345
\$30,000 under \$40,000 .....	62,720	763,341	1,203,045	14,290,113	442,522	1,656,588	1,791,314	6,910,384	355,301	640,390
\$40,000 under \$50,000 .....	40,663	444,930	1,152,863	13,986,895	400,889	1,416,567	1,688,702	7,297,750	409,767	692,121
\$50,000 under \$75,000 .....	60,106	1,245,402	1,891,892	30,775,766	785,630	3,289,915	3,889,562	22,499,501	761,228	1,478,561
\$75,000 under \$100,000 .....	18,986	331,950	945,509	22,251,321	405,753	1,718,303	2,482,041	21,048,905	577,056	1,103,392
\$100,000 under \$200,000 .....	16,836	466,675	1,069,185	44,734,504	306,086	1,944,544	3,134,834	50,992,182	668,552	1,371,537
\$200,000 under \$500,000 .....	2,289	191,058	355,513	31,739,115	90,321	1,081,591	1,029,778	59,090,375	272,468	626,766
\$500,000 under \$1,000,000 .....	371	38,671	58,095	8,383,174	16,569	404,086	228,300	41,950,367	51,776	133,130
\$1,000,000 or more .....	308	52,603	30,129	7,808,542	11,722	995,657	139,040	222,419,623	25,640	69,982
Nontaxable returns, total.....	86,213	472,497	3,917,652	29,944,629	837,189	7,967,057	1,644,271	8,413,963	781,803	1,602,460

Footnotes at end of table



Table 1.4--All Returns: Sources of Income, Adjustments, and Tax Items, by Size of Adjusted Gross Income--Continued

(All figures are estimates based on samples--money amounts are in thousands of dollars.)

Size of adjusted gross income	Sales of capital assets reported on Schedule D--continued											
	Short-term capital gain		Short-term capital loss		Short-term loss carryover		Short-term gain from other forms (2119, 4797, etc.)		Short-term loss from other forms (4684, 6781, and 8824)		Net short-term partnership/ S-corp gain	
	Number of returns (23)	Amount (24)	Number of returns (25)	Amount (26)	Number of returns (27)	Amount (28)	Number of returns (29)	Amount (30)	Number of returns (31)	Amount (32)	Number of returns (33)	Amount (34)
<b>All returns, total.....</b>	<b>4,923,370</b>	<b>33,363,855</b>	<b>4,252,898</b>	<b>63,091,748</b>	<b>768,293</b>	<b>26,422,551</b>	<b>123,605</b>	<b>2,084,202</b>	<b>116,726</b>	<b>1,055,706</b>	<b>514,065</b>	<b>8,336,635</b>
No adjusted gross income .....	49,317	618,490	136,072	5,441,739	58,918	3,400,285	3,218	67,295	5,369	85,430	7,748	265,458
\$1 under \$5,000 .....	238,774	225,292	139,448	891,481	25,376	533,325	*1,104	*7,573	*1,118	*4,818	8,650	4,338
\$5,000 under \$10,000 .....	179,253	230,214	149,216	1,116,112	31,924	728,438	*3,318	*4,815	7,743	9,284	9,813	13,332
\$10,000 under \$15,000 .....	183,908	252,025	126,049	1,220,418	32,219	678,866	6,682	9,992	3,055	6,387	15,906	15,843
\$15,000 under \$20,000 .....	181,752	310,130	160,855	1,373,264	28,825	655,064	*6,217	*4,587	*3,737	*5,445	19,651	11,386
\$20,000 under \$25,000 .....	181,008	400,492	148,115	1,320,980	34,176	774,453	*5,625	*15,814	4,369	12,975	15,672	18,181
\$25,000 under \$30,000 .....	160,617	300,619	152,916	881,813	30,470	573,254	*973	*6,724	*2,154	*15,825	11,003	124,723
\$30,000 under \$40,000 .....	378,071	723,740	283,839	1,966,258	49,701	1,037,333	12,062	33,091	11,496	28,856	43,083	72,686
\$40,000 under \$50,000 .....	358,003	875,898	319,474	2,116,339	47,937	1,058,208	8,491	20,426	7,622	19,309	24,964	48,678
\$50,000 under \$75,000 .....	865,019	2,475,239	691,334	6,271,868	122,324	2,980,935	16,913	67,287	20,480	34,819	61,294	164,308
\$75,000 under \$100,000 .....	680,112	2,417,756	586,969	4,883,230	65,545	2,317,871	13,042	84,729	6,439	14,632	63,410	115,489
\$100,000 under \$200,000 .....	952,828	5,225,747	766,314	8,417,673	133,916	3,801,345	20,086	197,877	16,307	49,843	104,865	426,752
\$200,000 under \$500,000 .....	366,550	5,513,927	405,112	9,153,303	75,627	3,417,173	16,287	298,216	12,117	106,140	70,996	1,015,222
\$500,000 under \$1,000,000 .....	91,131	3,185,915	110,945	4,927,452	19,274	1,349,619	4,456	234,019	5,600	74,978	28,217	692,082
\$1,000,000 or more .....	57,027	10,608,372	76,241	13,109,818	12,061	2,116,382	5,131	1,031,758	9,119	586,964	28,755	5,348,156
<b>Taxable returns, total.....</b>	<b>4,554,793</b>	<b>32,130,560</b>	<b>3,813,032</b>	<b>53,002,389</b>	<b>621,149</b>	<b>19,567,248</b>	<b>113,084</b>	<b>2,001,788</b>	<b>100,935</b>	<b>927,833</b>	<b>483,881</b>	<b>7,925,836</b>
No adjusted gross income .....	722	127,268	656	408,409	417	417,928	51	34,371	63	4,242	438	54,822
\$1 under \$5,000 .....	145,989	104,007	56,524	37,400	*4,567	*6,520	-	-	-	-	*4,739	*2,154
\$5,000 under \$10,000 .....	100,801	138,371	66,425	145,188	7,672	49,613	*2,002	*1,285	*3,875	*3,955	*4,846	*10,146
\$10,000 under \$15,000 .....	128,543	159,093	81,901	537,202	14,661	281,131	*5,713	*9,870	*2,894	*6,334	13,871	15,698
\$15,000 under \$20,000 .....	146,645	237,345	131,242	850,905	22,555	432,741	*4,885	*3,220	*803	*3,095	16,175	9,788
\$20,000 under \$25,000 .....	164,131	366,694	123,055	985,038	24,905	532,644	*3,722	*13,354	*2,497	*1,008	14,490	14,954
\$25,000 under \$30,000 .....	149,746	256,266	137,122	732,760	26,979	473,135	*932	*4,925	*1,802	*15,608	10,065	34,742
\$30,000 under \$40,000 .....	360,173	680,731	276,634	1,742,537	47,033	895,138	12,055	32,973	11,493	28,853	39,257	43,467
\$40,000 under \$50,000 .....	351,860	850,237	312,266	1,898,606	47,614	1,016,700	8,487	20,396	7,613	19,306	24,946	42,978
\$50,000 under \$75,000 .....	860,305	2,431,183	684,244	5,877,564	119,313	2,705,327	16,605	65,417	20,440	34,277	59,782	155,385
\$75,000 under \$100,000 .....	679,696	2,410,957	585,479	4,758,117	65,104	2,255,911	13,025	84,589	6,431	14,066	63,051	108,827
\$100,000 under \$200,000 .....	951,877	5,191,831	765,711	8,256,275	133,528	3,708,904	19,773	170,585	16,254	48,099	104,452	416,687
\$200,000 under \$500,000 .....	366,256	5,483,668	404,735	9,010,322	75,509	3,381,930	16,272	296,565	12,081	104,686	70,853	1,004,156
\$500,000 under \$1,000,000 .....	91,065	3,171,172	110,865	4,859,052	19,251	1,323,305	4,449	233,895	5,589	73,672	28,180	682,259
\$1,000,000 or more .....	56,983	10,541,738	76,173	12,903,013	12,043	2,086,322	5,116	1,030,344	9,099	570,633	28,725	5,329,772
<b>Nontaxable returns, total.....</b>	<b>368,578</b>	<b>1,233,296</b>	<b>439,866</b>	<b>10,089,359</b>	<b>147,144</b>	<b>5,855,303</b>	<b>10,521</b>	<b>82,414</b>	<b>15,791</b>	<b>127,873</b>	<b>30,185</b>	<b>410,800</b>

Footnotes at end of table

Table 1.4--All Returns: Sources of Income, Adjustments, and Tax Items, by Size of Adjusted Gross Income--Continued

(All figures are estimates based on samples--money amounts are in thousands of dollars.)

Sales of capital assets reported on Schedule D--continued														
Size of adjusted gross income	Net short-term partnership/ S-corp loss		Long-term capital gain		Long-term capital loss		Long-term loss carryover		Long-term gain from other forms (2119, 4737, etc.)		Long-term loss from other forms (4684, 6781, and 8824)		Net long-term partnership/ S-corp gain	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(35)	(36)	(37)	(38)	(39)	(40)	(41)	(42)	(43)	(44)	(45)	(46)	(47)	(48)
All returns, total.....	355,739	6,053,161	20,241,077	449,427,758	3,343,556	59,974,530	1,633,943	48,343,222	2,731,239	106,103,769	93,982	1,637,495	1,398,293	85,184,208
No adjusted gross income	5,374	433,851	168,369	6,076,241	167,593	7,907,614	90,537	7,112,304	66,370	3,214,838	4,451	433,770	21,708	1,534,487
\$1 under \$5,000	8,493	7,874	1,480,586	1,779,965	143,361	1,726,430	62,013	1,384,082	49,888	154,175	*1,118	*7,227	29,742	65,934
\$5,000 under \$10,000	6,719	6,186	894,842	2,139,973	173,865	1,705,266	70,842	1,468,173	69,779	324,467	6,891	10,280	34,510	59,570
\$10,000 under \$15,000	8,223	85,807	958,684	2,764,199	181,659	2,044,534	82,598	1,614,856	111,488	490,161	3,055	9,579	45,060	159,947
\$15,000 under \$20,000	7,177	27,015	991,905	2,919,413	159,299	1,887,808	83,081	1,630,045	121,834	596,794	*2,982	*21,864	41,654	115,125
\$20,000 under \$25,000	4,554	2,012	960,561	3,241,266	164,719	2,447,392	92,259	1,999,094	115,760	777,837	*4,358	*10,566	38,284	104,995
\$25,000 under \$30,000	*3,846	*2,075	817,737	2,737,449	146,617	2,220,121	83,970	1,693,227	112,386	618,618	3,123	3,715	36,880	203,350
\$30,000 under \$40,000	22,888	64,913	1,763,375	6,929,723	274,095	3,154,276	110,201	2,413,058	245,606	1,580,619	8,599	33,770	86,318	321,272
\$40,000 under \$50,000	16,792	45,536	1,644,578	7,139,196	285,372	2,877,925	123,478	2,327,671	203,220	1,818,641	9,952	28,078	71,066	284,411
\$50,000 under \$75,000	48,344	91,732	3,730,512	21,766,417	529,204	9,217,064	259,943	6,526,017	443,501	4,929,819	13,711	45,171	196,953	1,058,236
\$75,000 under \$100,000	39,849	103,976	2,385,750	20,123,874	408,428	5,590,890	182,220	4,340,457	307,847	4,551,968	4,033	14,994	187,162	1,487,889
\$100,000 under \$200,000	77,613	391,827	3,036,439	49,159,782	463,706	7,923,117	247,393	6,591,784	493,988	11,954,555	11,773	56,906	283,420	3,981,694
\$200,000 under \$500,000	60,495	782,776	1,030,863	58,046,262	193,154	6,073,416	106,919	4,812,696	258,077	15,861,232	10,177	144,534	194,550	7,506,946
\$500,000 under \$1,000,000	21,870	605,661	233,929	41,882,829	35,255	2,274,040	23,790	1,802,377	74,729	11,340,141	4,026	101,765	68,766	6,283,371
\$1,000,000 or more	23,502	3,401,918	142,948	222,721,169	17,230	2,924,640	14,699	2,627,381	56,766	47,889,904	5,733	715,275	62,219	62,016,979
Taxable returns, total.....	333,358	5,418,501	18,630,378	439,853,889	2,768,742	45,059,253	1,351,416	35,451,817	2,444,902	102,039,520	80,803	1,153,036	1,309,165	83,382,158
No adjusted gross income	194	28,629	2,044	1,705,038	459	446,886	636	479,028	1,320	988,499	43	2,948	789	366,190
\$1 under \$5,000	*5,687	*3,067	1,068,483	1,293,974	28,835	50,920	*6,571	*21,638	9,462	11,990	-	-	19,061	19,284
\$5,000 under \$10,000	*5,899	*581	562,644	1,390,659	57,433	304,327	24,049	261,852	15,552	59,106	*3,939	*5,226	20,242	38,782
\$10,000 under \$15,000	*3,158	*37,028	661,286	1,816,324	99,690	959,642	46,006	733,371	59,244	219,113	*2,894	*9,500	29,993	100,325
\$15,000 under \$20,000	*4,313	*24,623	868,630	2,432,832	124,193	1,097,928	63,345	954,266	102,643	446,335	*813	*19,979	33,375	70,690
\$20,000 under \$25,000	*2,821	*57	849,431	2,766,510	144,662	1,837,990	78,996	1,438,415	96,837	469,290	*2,497	*1,510	32,604	89,813
\$25,000 under \$30,000	*3,836	*1,541	747,654	2,468,431	136,497	1,766,660	75,350	1,378,818	98,626	536,694	*2,770	*3,390	32,969	163,063
\$30,000 under \$40,000	21,603	54,408	1,712,888	6,601,966	260,422	2,756,729	106,637	2,107,685	231,605	1,380,052	8,596	33,765	84,911	281,604
\$40,000 under \$50,000	14,879	15,843	1,618,998	6,775,885	280,107	2,704,280	121,664	2,196,838	199,094	1,725,921	9,943	28,074	67,010	229,672
\$50,000 under \$75,000	48,153	73,580	3,714,018	21,603,711	520,574	8,730,100	255,033	6,045,328	440,675	4,855,012	13,670	44,358	194,756	1,041,954
\$75,000 under \$100,000	39,823	97,025	2,382,904	20,029,021	407,459	5,512,090	181,300	4,280,099	307,239	4,530,153	4,026	14,261	185,712	1,481,131
\$100,000 under \$200,000	77,313	381,520	3,034,527	48,934,309	463,054	7,804,076	246,625	6,469,626	493,369	11,849,788	11,721	54,317	282,630	3,871,390
\$200,000 under \$500,000	60,369	753,092	1,030,218	57,869,574	192,940	6,006,719	106,762	4,756,994	257,849	15,826,722	10,152	142,462	194,252	7,447,171
\$500,000 under \$1,000,000	21,946	588,995	233,804	41,784,573	35,214	2,259,130	23,767	1,791,398	74,671	11,326,243	4,018	101,331	68,699	6,239,124
\$1,000,000 or more	23,464	3,358,513	142,847	222,381,084	17,204	2,821,775	14,677	2,536,460	56,715	47,814,602	5,720	691,916	62,163	61,941,966
Nontaxable returns, total.....	22,381	634,660	1,610,699	9,573,869	574,815	14,915,277	282,528	12,891,405	286,337	4,064,249	13,179	484,459	89,128	1,802,050

Footnotes at end of table.

Table 1.4--All Returns: Sources of Income, Adjustments, and Tax Items, by Size of Adjusted Gross Income--Continued

(All figures are estimates based on samples--money amounts are in thousands of dollars.)

Size of adjusted gross income	Net long-term partnership S-corp loss		Schedule D capital gain distributions		Sales of property other than capital assets				Total taxable IRA distributions			Pensions and annuities				
	Number of returns		Amount		Net gain		Net loss		Number of returns		Amount		Total		Taxable	
		(49)	(50)	(51)	(52)	(53)	(54)	(55)	(56)	(57)	(58)	(59)	(60)	(61)	(62)	
All returns, total.....	397,122	2,601,983	16,069,856	46,147,492	829,082	6,208,339	890,855	7,784,037	7,774,091	74,094,367	22,211,348	441,521,385	20,473,407	280,650,198		
No adjusted gross income	9,834	286,688	137,477	316,452	38,080	483,327	72,462	2,614,498	39,137	640,284	129,699	1,935,426	112,487	875,036		
\$1 under \$5,000	7,071	25,782	1,311,624	1,207,621	20,219	70,383	16,667	88,582	111,503	178,974	489,023	2,219,905	437,165	995,717		
\$5,000 under \$10,000	9,479	9,727	723,909	1,061,837	33,892	99,274	27,132	176,011	357,293	1,227,649	1,454,709	9,538,947	1,403,268	7,085,567		
\$10,000 under \$15,000	8,756	25,041	717,878	1,092,680	39,147	135,093	31,703	150,167	592,276	2,424,587	2,159,419	18,523,395	2,115,900	15,348,078		
\$15,000 under \$20,000	8,595	25,967	733,170	1,230,927	46,381	132,023	41,011	211,566	616,381	2,450,683	2,131,886	24,263,617	2,072,132	19,661,546		
\$20,000 under \$25,000	11,157	44,315	722,497	1,122,793	40,707	115,430	37,613	86,324	627,851	3,209,773	1,842,814	23,510,019	1,775,607	19,980,237		
\$25,000 under \$30,000	7,378	25,036	657,415	1,251,492	42,833	153,756	32,573	97,574	497,806	2,764,570	1,400,997	20,548,332	1,344,504	15,849,082		
\$30,000 under \$40,000	37,967	45,612	1,330,216	2,344,794	78,162	255,672	54,406	370,096	872,870	5,623,712	2,572,730	41,893,317	2,404,393	30,258,924		
\$40,000 under \$50,000	16,893	81,004	1,327,212	2,333,124	68,310	295,031	68,176	262,724	818,877	5,477,625	2,067,715	37,589,411	1,904,241	26,764,111		
\$50,000 under \$75,000	69,736	138,317	2,909,355	6,544,557	127,853	776,971	126,091	524,935	1,547,258	13,740,773	3,824,169	86,878,063	3,418,062	57,247,000		
\$75,000 under \$100,000	46,612	106,644	1,925,071	5,680,235	74,474	340,660	86,000	243,273	893,554	10,392,102	1,882,616	53,991,146	1,623,017	33,893,789		
\$100,000 under \$200,000	83,072	197,655	2,469,836	10,761,117	116,090	1,092,163	147,545	969,878	610,144	15,411,271	1,728,624	78,280,782	1,442,220	37,103,391		
\$200,000 under \$500,000	51,764	254,248	820,512	6,005,782	63,755	750,759	96,143	710,435	152,830	7,457,669	410,613	28,400,797	329,820	11,706,404		
\$500,000 under \$1,000,000	16,726	335,614	179,740	2,338,172	21,345	436,092	28,979	395,738	24,446	1,914,534	74,704	7,183,035	58,244	2,083,855		
\$1,000,000 or more	12,082	1,000,333	103,943	2,855,909	17,832	1,071,703	24,354	882,236	11,864	1,180,160	41,630	6,765,195	32,348	1,797,461		
Taxable returns, total.....	361,864	2,162,971	14,848,128	44,414,442	684,665	5,439,581	730,076	4,633,995	7,008,717	70,923,529	19,329,461	418,929,696	17,729,802	265,382,331		
No adjusted gross income	172	36,198	937	17,249	590	85,197	409	43,990	228	34,714	351	21,258	330	13,483		
\$1 under \$5,000	*2,671	*157	975,491	982,730	*916	*4,184	*776	*96	21,896	25,143	26,283	79,725	24,281	40,649		
\$5,000 under \$10,000	*949	*2,907	472,326	766,549	*8,401	*15,587	*3,492	*13,179	145,061	486,818	493,832	3,170,417	473,387	2,661,670		
\$10,000 under \$15,000	*4,186	*15,158	505,259	816,700	14,327	46,879	15,505	56,895	359,423	1,475,065	1,400,762	11,700,917	1,369,511	10,269,434		
\$15,000 under \$20,000	*6,665	*4,364	646,407	1,059,001	35,627	92,394	26,917	137,797	569,558	2,343,592	1,865,182	22,041,775	1,818,274	18,015,259		
\$20,000 under \$25,000	8,766	10,330	648,522	985,659	28,973	80,602	28,224	72,304	596,385	2,989,803	1,674,159	22,127,156	1,613,156	18,814,262		
\$25,000 under \$30,000	*6,671	*15,919	603,481	1,161,675	36,457	133,617	29,228	82,180	485,278	2,689,782	1,338,685	19,979,497	1,284,544	15,378,581		
\$30,000 under \$40,000	36,923	44,303	1,290,868	2,258,683	73,407	248,229	52,986	323,273	860,981	5,522,278	2,527,896	41,255,097	2,363,273	29,930,578		
\$40,000 under \$50,000	16,534	79,855	1,311,961	2,271,160	65,711	287,070	65,091	220,984	812,944	5,408,039	2,054,976	37,427,980	1,893,940	26,660,376		
\$50,000 under \$75,000	68,281	131,110	2,896,709	6,506,142	127,371	769,055	125,543	521,266	1,544,774	13,660,562	3,810,535	86,620,102	3,404,581	57,068,190		
\$75,000 under \$100,000	46,591	106,478	1,923,570	5,643,493	74,454	340,275	85,439	230,827	893,315	10,377,968	1,882,171	53,957,474	1,622,574	33,877,393		
\$100,000 under \$200,000	82,594	178,773	2,468,898	10,754,653	115,608	1,087,255	147,182	957,363	609,849	15,374,791	1,727,990	78,218,731	1,441,790	37,074,976		
\$200,000 under \$500,000	51,692	241,191	820,131	6,001,323	63,687	746,905	95,997	701,851	152,742	7,447,316	410,369	28,384,797	329,620	11,698,787		
\$500,000 under \$1,000,000	16,711	331,579	179,678	2,336,163	21,326	435,098	28,956	393,931	24,429	1,911,732	74,668	7,181,225	58,216	2,082,616		
\$1,000,000 or more	12,060	964,650	103,889	2,853,261	17,810	1,067,233	24,331	878,060	11,854	1,175,925	41,604	6,763,547	32,323	1,796,078		
Non-taxable returns, total.....	35,257	439,012	1,221,728	1,733,050	144,417	768,758	160,778	3,150,042	685,374	3,170,838	2,881,887	22,591,689	2,743,606	15,267,867		

Footnotes at end of table



Table 1.4--All Returns: Sources of Income, Adjustments, and Tax Items, by Size of Adjusted Gross Income--Continued

(All figures are estimates based on samples--money amounts are in thousands of dollars.)

Size of adjusted gross income	Rent			Royalty			Farm rental					
	Net income		Net loss (includes nondeductible loss)	Net income		Net loss	Net income		Net loss			
	Number of returns	Amount		Number of returns	Amount		Number of returns	Amount				
	(63)	(64)	(65)	(66)	(67)	(68)	(69)	(70)	(71)	(72)	(73)	(74)
All returns, total.....	4,338,888	40,609,641	4,844,804	28,874,232	1,131,406	5,937,528	53,155	197,973	531,090	3,912,530	132,858	483,816
No adjusted gross income	76,665	897,540	156,684	2,126,497	23,032	265,843	501	11,135	4,756	53,178	5,011	38,434
\$1 under \$5,000	111,726	284,585	77,659	333,844	29,733	17,781	*1,897	*2,399	18,099	52,148	*9,046	*26,238
\$5,000 under \$10,000	228,271	742,957	141,419	675,222	47,586	59,734	*3	*1	39,554	154,543	*9,722	*44,477
\$10,000 under \$15,000	293,949	1,108,343	214,806	825,291	73,336	134,157	*1,096	*3,079	54,001	182,992	*10,352	*29,174
\$15,000 under \$20,000	271,014	1,133,251	220,800	1,110,292	60,525	99,439	*4,749	*3,791	45,075	251,450	15,654	52,461
\$20,000 under \$25,000	229,664	976,497	257,752	1,255,649	54,906	115,621	*2,940	*2,509	29,652	141,414	*8,684	*16,913
\$25,000 under \$30,000	216,506	1,034,725	225,462	1,072,153	50,061	115,258	*920	*175	32,028	176,817	*5,585	*23,755
\$30,000 under \$40,000	426,014	2,191,058	428,893	2,064,166	100,311	204,129	*1,320	*9,472	52,302	381,291	13,825	64,038
\$40,000 under \$50,000	365,794	1,838,126	510,653	2,534,060	91,275	110,208	*5,160	*23,183	29,974	161,862	9,769	18,579
\$50,000 under \$75,000	742,881	4,691,035	1,011,149	4,903,627	179,411	456,460	14,562	55,572	92,133	791,049	15,701	41,311
\$75,000 under \$100,000	413,585	3,567,471	578,923	3,367,763	125,498	409,450	*6,434	*10,199	57,042	487,129	10,683	28,740
\$100,000 under \$200,000	602,217	7,796,123	746,159	5,269,406	175,895	1,083,748	8,192	26,743	59,278	734,581	12,435	42,179
\$200,000 under \$500,000	261,013	7,096,702	208,525	2,270,275	80,122	1,050,933	3,281	16,273	12,319	268,544	4,678	37,194
\$500,000 under \$1,000,000	62,015	2,975,512	42,633	521,836	21,798	519,758	1,071	9,693	3,326	38,432	1,087	10,017
\$1,000,000 or more	37,574	4,275,715	23,289	544,150	17,918	1,295,010	1,029	23,750	1,549	37,100	625	10,307
Taxable returns, total.....	3,713,873	37,680,406	4,195,624	24,137,703	995,842	5,436,871	47,168	165,815	445,817	3,533,790	106,237	355,346
No adjusted gross income	904	86,887	705	44,814	425	12,539	*10	*26	*9	*199	*12	*206
\$1 under \$5,000	*2,925	*4,550	*994	*3,714	*4,845	*1,241	*948	*2,179	-	*21,260	*2,949	*1,606
\$5,000 under \$10,000	56,986	211,612	33,541	129,450	20,354	22,229	-	-	7,558	104,916	*7,739	*1,7525
\$10,000 under \$15,000	156,208	560,352	112,392	400,091	41,253	61,930	-	-	33,990	231,481	13,407	46,707
\$15,000 under \$20,000	221,753	867,234	163,241	736,799	53,769	89,539	*3,780	*3,730	42,183	111,553	*8,684	*16,913
\$20,000 under \$25,000	196,376	840,376	189,239	940,989	45,429	97,791	*2,008	*77	24,822	172,900	*4,653	*20,076
\$25,000 under \$30,000	196,433	899,801	187,057	830,721	46,186	84,675	*916	*30	30,195	381,291	13,825	64,038
\$30,000 under \$40,000	416,651	2,157,001	402,882	1,838,343	97,065	185,337	*972	*509	52,302	161,846	9,768	18,579
\$40,000 under \$50,000	357,294	1,795,288	502,806	2,449,158	88,840	103,833	*4,017	*18,066	29,970	788,408	15,701	41,311
\$50,000 under \$75,000	734,158	4,627,165	1,006,815	4,860,187	177,231	438,603	14,521	54,776	91,636	487,120	10,680	28,725
\$75,000 under \$100,000	412,320	3,536,520	576,632	3,328,972	125,123	408,596	*6,433	*10,197	57,041	728,921	12,430	42,149
\$100,000 under \$200,000	601,517	7,764,073	745,133	5,246,807	175,609	1,070,203	8,188	26,738	58,928	268,410	4,677	37,190
\$200,000 under \$500,000	260,831	7,089,394	208,328	2,263,590	80,047	1,049,351	3,278	16,121	12,310	38,423	1,087	10,017
\$500,000 under \$1,000,000	61,981	2,972,370	42,595	520,765	21,774	518,847	1,070	9,689	3,324	37,064	625	10,307
\$1,000,000 or more	37,537	4,267,782	23,265	543,303	17,894	1,292,157	1,026	23,677	1,547	37,064	625	10,307
Nontaxable returns, total.....	625,016	2,929,236	649,180	4,736,528	135,564	500,657	5,988	32,158	85,273	378,739	26,620	128,470

Footnotes at end of table.

Table 1.4--All Returns: Sources of Income, Adjustments, and Tax Items, by Size of Adjusted Gross Income--Continued

(All figures are estimates based on samples--money amounts are in thousands of dollars.)

Size of adjusted gross income	Total rental and royalty				Partnership and S Corporation				Estate and trust			
	Net income		Net loss		Net income		Net loss		Net income		Net loss	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(75)	(76)	(77)	(78)	(79)	(80)	(81)	(82)	(83)	(84)	(85)	(86)
All returns, total.....	5,510,814	49,573,502	4,646,603	27,133,282	4,031,806	240,836,136	2,152,379	53,481,544	484,763	10,495,320	45,412	1,031,212
No adjusted gross income .....	88,630	1,134,485	162,432	2,216,655	41,659	1,333,208	165,866	17,769,908	6,599	85,373	2,578	287,125
\$1 under \$5,000 .....	147,297	348,884	84,252	331,483	67,322	267,233	60,982	482,376	22,060	30,261	*1,098	*11,568
\$5,000 under \$10,000 .....	298,662	952,895	148,329	681,119	99,148	490,672	65,871	814,142	19,837	40,424	**4,421	**2,210
\$10,000 under \$15,000 .....	392,181	1,407,748	213,619	815,346	123,489	755,022	66,625	461,964	25,729	97,542	**	**
\$15,000 under \$20,000 .....	347,747	1,440,348	219,903	1,040,801	115,446	1,021,545	79,763	469,614	16,402	91,709	*663	*419
\$20,000 under \$25,000 .....	295,054	1,221,232	259,718	1,217,132	144,544	1,345,591	84,834	820,697	15,487	115,762	*5	*15
\$25,000 under \$30,000 .....	282,115	1,301,969	220,915	1,012,376	140,005	1,404,730	66,864	456,237	13,139	54,377	*1,857	*237
\$30,000 under \$40,000 .....	536,337	2,748,222	428,851	2,051,572	281,027	2,644,101	161,388	1,075,055	38,359	248,118	*3,738	*18,812
\$40,000 under \$50,000 .....	463,407	2,092,581	506,069	2,517,531	272,925	3,017,746	161,113	1,335,178	28,670	120,967	*266	*3,220
\$50,000 under \$75,000 .....	940,839	5,864,138	1,012,050	4,962,557	646,227	9,109,405	362,180	2,689,890	73,079	527,266	8,739	16,977
\$75,000 under \$100,000 .....	540,193	4,418,552	584,082	3,526,215	460,318	8,928,109	267,836	2,243,712	60,412	626,283	8,576	47,523
\$100,000 under \$200,000 .....	751,705	9,389,989	646,340	4,034,303	879,926	32,155,210	354,302	4,617,032	90,536	1,514,907	5,188	12,671
\$200,000 under \$500,000 .....	304,779	8,227,483	114,767	1,593,647	521,657	51,182,251	173,171	5,165,355	48,237	1,672,353	3,505	61,726
\$500,000 under \$1,000,000 .....	74,057	3,474,699	28,168	569,668	145,241	34,449,319	47,105	3,048,346	14,599	1,187,040	2,610	85,777
\$1,000,000 or more .....	47,812	5,550,278	17,108	562,878	92,871	92,731,993	34,480	12,032,037	11,617	4,082,939	2,168	482,932
Taxable returns, total.....	4,726,579	45,876,112	3,990,902	22,358,092	3,696,434	237,205,311	1,764,549	33,103,713	452,111	10,316,918	36,925	745,232
No adjusted gross income .....	1,053	89,860	727	58,655	1,022	458,509	827	1,069,824	141	23,975	190	53,707
\$1 under \$5,000 .....	*6,822	*5,791	*1,942	*5,332	16,968	63,478	*6,665	*6,509	18,326	24,935	-	-
\$5,000 under \$10,000 .....	81,122	252,481	35,543	128,436	38,453	189,761	18,954	54,815	12,433	19,499	*2,002	*126
\$10,000 under \$15,000 .....	216,780	715,192	111,635	398,371	64,693	382,877	37,403	187,914	21,702	88,922	-	-
\$15,000 under \$20,000 .....	289,849	1,148,003	164,058	712,770	83,508	599,270	49,636	244,141	13,375	73,759	-	-
\$20,000 under \$25,000 .....	248,619	1,045,975	196,107	897,496	103,917	856,103	62,997	323,103	13,330	109,367	*4	*15
\$25,000 under \$30,000 .....	257,300	1,134,299	184,185	774,392	123,000	1,150,740	56,426	356,691	11,240	54,275	*1,857	*237
\$30,000 under \$40,000 .....	523,974	2,695,698	403,423	1,813,363	258,123	2,400,792	142,829	775,383	36,423	215,827	*2,821	*10,687
\$40,000 under \$50,000 .....	453,852	2,041,362	497,310	2,428,834	266,179	2,856,023	155,979	1,187,475	28,657	120,899	*266	*3,220
\$50,000 under \$75,000 .....	931,520	5,789,346	1,008,279	4,915,581	642,885	8,966,926	358,506	2,476,148	71,982	524,577	7,788	14,307
\$75,000 under \$100,000 .....	538,560	4,387,016	582,143	3,487,068	458,481	8,808,354	266,840	2,147,173	60,045	625,996	8,572	47,498
\$100,000 under \$200,000 .....	750,806	9,342,208	645,682	4,020,520	879,710	32,137,924	353,267	4,389,960	90,108	1,498,294	5,167	9,899
\$200,000 under \$500,000 .....	304,555	8,218,927	114,636	1,586,370	521,444	51,162,372	172,812	5,025,956	48,157	1,667,936	3,490	38,434
\$500,000 under \$1,000,000 .....	74,008	3,470,418	28,143	569,211	145,207	34,446,990	47,011	2,990,581	14,585	1,186,704	2,607	85,310
\$1,000,000 or more .....	47,762	5,539,534	17,088	561,692	92,843	92,725,191	34,398	11,868,039	11,608	4,081,951	2,161	481,792
Nontaxable returns, total.....	784,234	3,697,390	655,701	4,775,190	335,373	3,630,825	387,830	20,377,831	32,651	178,403	8,487	285,980

Footnotes at end of table

Table 1.4--All Returns: Sources of Income, Adjustments, and Tax Items, by Size of Adjusted Gross Income--Continued

(All figures are estimates based on samples--money amounts are in thousands of dollars.)

Size of adjusted gross income	Farm				Unemployment compensation				Social security benefits				Foreign-earned income exclusion				Other income	
	Net income		Net loss		Number of returns		Amount		Total		Taxable		Number of returns		Amount		Net income	
	(87)	(88)	(89)	(90)	(91)	(92)	(93)	(94)	(95)	(96)	(97)	(98)	(99)	(100)				
<b>All returns, total</b>	<b>673,083</b>	<b>8,809,055</b>	<b>1,418,762</b>	<b>16,742,833</b>	<b>7,082,562</b>	<b>16,814,669</b>	<b>12,136,792</b>	<b>154,953,370</b>	<b>8,941,171</b>	<b>68,702,700</b>	<b>308,284</b>	<b>13,455,924</b>	<b>4,851,839</b>	<b>26,141,160</b>				
No adjusted gross income	21,479	256,429	118,290	3,679,602	17,804	57,039	108,074	1,053,991	128	1,748	**	**	46,979	801,494				
\$1 under \$5,000	46,082	105,598	45,496	326,797	187,312	268,437	370,792	3,480,306	7,213	16,470	**120,081	**4,300,904	250,975	368,583				
\$5,000 under \$10,000	67,225	353,462	77,778	630,673	680,486	1,316,696	728,649	8,109,950	10,615	30,916	20,581	794,464	295,339	686,210				
\$10,000 under \$15,000	52,717	352,940	83,549	708,558	943,349	2,063,563	880,599	10,342,169	26,670	88,672	18,565	647,144	310,468	766,352				
\$15,000 under \$20,000	55,085	385,306	95,866	669,329	874,385	2,041,160	864,914	10,529,100	131,000	201,382	15,754	659,129	305,960	846,955				
\$20,000 under \$25,000	50,113	434,923	85,319	790,391	683,840	1,647,587	995,252	12,856,898	650,044	787,210	9,173	307,272	259,268	665,083				
\$25,000 under \$30,000	42,208	354,813	95,492	882,485	543,201	1,417,660	962,679	12,072,739	892,639	1,714,024	11,033	502,254	196,173	515,129				
\$30,000 under \$40,000	66,750	804,498	162,789	1,345,109	846,561	2,148,166	1,773,630	21,328,792	1,770,660	6,903,249	12,152	613,647	489,545	1,380,476				
\$40,000 under \$50,000	59,867	849,125	140,718	1,097,884	760,002	1,912,089	1,196,835	14,277,161	1,196,835	8,263,042	14,115	582,311	419,089	929,445				
\$50,000 under \$75,000	116,024	1,779,046	295,003	2,403,529	1,023,772	2,418,107	2,156,530	27,867,635	2,156,530	22,618,219	22,701	1,144,158	880,500	2,421,095				
\$75,000 under \$100,000	40,705	1,125,401	83,796	910,893	329,690	909,213	940,717	13,824,225	940,717	11,749,167	13,299	722,596	484,448	1,560,224				
\$100,000 under \$200,000	37,472	1,210,142	86,602	1,281,584	166,001	516,430	829,166	13,405,302	829,166	11,394,329	26,920	1,601,799	596,779	4,630,816				
\$200,000 under \$500,000	12,742	472,870	33,635	946,847	22,813	83,344	251,978	4,365,986	251,977	3,711,039	16,881	1,132,292	207,455	3,598,957				
\$500,000 under \$1,000,000	2,909	169,437	8,740	403,271	2,592	11,852	50,460	919,643	50,460	781,685	4,982	311,191	57,374	2,099,040				
\$1,000,000 or more	1,703	155,068	5,689	665,880	754	3,327	26,515	519,473	26,515	441,546	2,047	137,074	41,485	4,871,301				
<b>Taxable returns, total</b>	<b>478,048</b>	<b>7,435,113</b>	<b>1,085,578</b>	<b>11,206,974</b>	<b>5,247,555</b>	<b>12,922,172</b>	<b>10,626,303</b>	<b>137,073,596</b>	<b>8,786,973</b>	<b>68,058,399</b>	<b>152,635</b>	<b>7,598,488</b>	<b>4,167,937</b>	<b>23,663,269</b>				
No adjusted gross income	54	16,833	517	67,865	*29	*117	213	2,918	*6	*104	**	**	862	68,168				
\$1 under \$5,000	*5,178	*5,269	*369	*1,472	*4,003	*7,009	22,411	138,386	*2,002	*9,543	**971	**16,982	96,440	124,650				
\$5,000 under \$10,000	12,024	69,656	14,520	36,604	211,112	414,209	223,190	2,162,409	*6,846	*9,235	*6,374	*209,836	134,919	258,350				
\$10,000 under \$15,000	23,783	129,048	34,612	268,403	458,878	983,678	553,286	5,637,618	14,713	41,290	11,678	372,632	185,667	400,245				
\$15,000 under \$20,000	36,695	178,962	68,239	439,596	498,443	1,194,580	796,746	9,690,816	125,900	189,115	*7,339	*344,664	215,898	577,669				
\$20,000 under \$25,000	32,205	244,271	69,172	644,231	470,028	1,154,148	942,990	12,143,444	619,200	748,530	*7,411	*258,907	208,561	520,761				
\$25,000 under \$30,000	33,872	249,585	90,271	807,149	486,739	1,274,472	926,844	11,638,430	860,654	1,650,982	*8,719	*338,726	181,855	449,067				
\$30,000 under \$40,000	64,423	798,386	157,664	1,298,589	819,585	2,066,166	1,738,361	20,857,999	1,735,390	6,753,369	11,172	569,057	468,339	1,262,385				
\$40,000 under \$50,000	58,698	841,040	138,049	1,060,528	753,128	1,885,558	1,181,229	14,115,710	1,181,229	8,144,111	12,433	461,202	410,836	907,545				
\$50,000 under \$75,000	115,613	1,770,005	294,605	2,393,610	1,023,772	2,418,107	2,145,826	27,702,061	2,145,826	22,477,554	22,685	1,141,949	878,117	2,364,307				
\$75,000 under \$100,000	40,691	1,124,843	82,727	905,599	329,690	909,213	938,748	13,801,569	938,748	11,729,910	13,284	720,701	484,031	1,556,324				
\$100,000 under \$200,000	37,471	1,210,138	86,228	1,279,321	166,000	516,426	827,909	13,383,798	827,909	11,376,052	26,749	1,589,983	596,371	4,621,745				
\$200,000 under \$500,000	12,731	472,763	33,597	942,248	22,802	83,319	251,654	4,360,808	251,654	3,706,638	16,809	1,126,899	207,259	3,591,213				
\$500,000 under \$1,000,000	2,907	169,251	8,730	401,707	2,591	11,841	50,422	918,987	50,422	781,128	4,971	310,386	57,341	2,097,820				
\$1,000,000 or more	1,702	155,064	5,680	660,053	754	3,327	26,474	518,642	26,474	440,840	2,040	136,563	41,440	4,863,020				
<b>Nontaxable returns, total</b>	<b>195,035</b>	<b>1,373,943</b>	<b>333,184</b>	<b>5,535,859</b>	<b>1,835,006</b>	<b>3,892,497</b>	<b>1,510,489</b>	<b>17,879,774</b>	<b>154,198</b>	<b>644,301</b>	<b>155,649</b>	<b>5,857,436</b>	<b>683,902</b>	<b>2,477,891</b>				

Footnotes at end of table



Table 1.4--All Returns: Sources of Income, Adjustments, and Tax Items, by Size of Adjusted Gross Income--Continued

(All figures are estimates based on samples--money amounts are in thousands of dollars.)

Size of adjusted gross income	Other income		Net operating loss		Gambling earnings		Statutory adjustments				Moving expense adjustment			
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Total		IRA payments		Student loan interest ded.			
							Number of returns	Amount	Number of returns	Amount	Number of returns	Amount		
	(101)	(102)	(103)	(104)	(105)	(106)	(107)	(108)	(109)	(110)	(111)	(112)	(113)	(114)
All returns, total.....	236,383	4,587,120	539,802	48,297,866	1,300,273	12,806,144	21,998,366	51,530,709	3,868,017	8,188,452	3,763,742	1,730,768	809,246	1,684,183
No adjusted gross income.....	18,547	927,128	285,623	42,976,792	6,263	45,687	197,182	430,790	17,430	30,032	13,349	6,420	**	**
\$1 under \$5,000.....	6,841	90,736	55,494	456,617	18,400	34,718	966,247	443,247	48,644	75,115	28,158	9,178	*3,841	*8,287
\$5,000 under \$10,000.....	11,123	110,189	37,055	303,455	52,462	153,227	1,793,602	1,160,639	97,944	148,777	142,883	44,353	**28,777	**43,475
\$10,000 under \$15,000.....	9,885	136,424	30,577	193,384	91,243	264,112	1,613,879	1,566,491	159,114	274,677	254,405	86,780	36,074	44,887
\$15,000 under \$20,000.....	10,910	89,441	18,581	147,781	89,661	322,964	1,611,528	1,977,224	236,631	433,937	383,383	175,006	46,321	71,164
\$20,000 under \$25,000.....	6,914	14,987	12,802	162,309	95,750	286,945	1,665,653	2,186,909	339,141	610,745	390,739	192,638	61,513	88,978
\$25,000 under \$30,000.....	7,645	127,601	12,684	247,263	80,089	317,765	1,471,753	2,273,474	303,459	616,820	397,608	217,562	59,870	68,460
\$30,000 under \$40,000.....	14,074	217,704	14,156	247,578	152,314	600,761	2,645,308	4,191,774	642,011	1,247,844	648,678	357,876	102,855	167,335
\$40,000 under \$50,000.....	23,096	193,410	17,252	294,218	124,970	606,949	2,210,533	3,668,381	443,715	934,024	577,839	292,333	95,063	157,783
\$50,000 under \$75,000.....	34,536	260,127	24,722	332,472	271,297	1,457,207	3,616,786	7,546,356	709,427	1,511,135	926,701	348,620	161,517	333,384
\$75,000 under \$100,000.....	23,619	284,654	11,578	238,899	159,117	1,060,913	1,494,870	5,184,924	341,060	809,767	-	-	93,277	227,645
\$100,000 under \$200,000.....	40,683	758,480	11,521	629,031	111,079	2,009,201	1,796,935	10,379,948	400,663	1,064,801	-	-	96,509	310,707
\$200,000 under \$500,000.....	18,772	749,675	4,764	507,966	34,352	2,084,748	680,658	7,265,951	101,806	339,185	-	-	20,263	133,029
\$500,000 under \$1,000,000.....	6,334	329,993	1,509	332,229	8,316	1,063,375	143,414	1,865,464	17,465	59,559	-	-	2,452	19,081
\$1,000,000 or more.....	3,404	296,570	1,484	1,227,891	4,962	2,497,573	90,017	1,389,135	9,505	32,036	-	-	915	9,968
Taxable returns, total.....	190,257	3,322,463	133,794	11,897,262	1,121,577	11,925,808	17,265,788	46,733,180	3,572,720	7,672,156	3,343,687	1,588,982	738,795	1,535,240
No adjusted gross income.....	32	26,981	3,425	7,783,290	32	5,671	1,770	17,122	170	664	*117	*33	**	**
\$1 under \$5,000.....	-	-	*1,944	*53,823	*948	*2,369	64,319	18,378	*8,733	*10,997	-	-	-	-
\$5,000 under \$10,000.....	*4,867	*104,876	3,549	76,889	*9,711	*16,737	402,719	260,556	44,675	64,944	53,575	16,014	**9,925	**7,643
\$10,000 under \$15,000.....	*3,070	*24,857	13,641	70,055	50,365	112,910	801,529	769,774	114,866	187,708	180,328	67,508	21,467	20,480
\$15,000 under \$20,000.....	*6,865	*26,675	10,146	64,425	56,596	199,598	1,026,542	1,204,764	197,611	370,663	280,576	140,796	38,458	39,501
\$20,000 under \$25,000.....	*6,912	*14,963	7,596	112,912	76,713	216,626	1,219,148	1,586,217	288,169	532,028	326,409	165,358	55,614	79,713
\$25,000 under \$30,000.....	*5,689	*68,675	10,224	173,990	74,039	285,509	1,257,947	1,863,385	277,580	566,631	368,649	209,341	49,964	62,413
\$30,000 under \$40,000.....	12,807	195,045	13,291	202,554	143,153	518,989	2,510,906	3,912,305	621,739	1,201,375	634,572	352,059	95,404	155,827
\$40,000 under \$50,000.....	22,745	190,996	15,378	234,570	123,816	598,668	2,170,537	3,535,558	440,662	925,538	574,785	289,974	93,040	135,954
\$50,000 under \$75,000.....	34,527	259,720	24,134	301,002	269,044	1,440,012	3,608,141	7,497,079	708,499	1,507,435	924,676	347,899	161,517	333,384
\$75,000 under \$100,000.....	23,615	284,554	11,522	224,625	159,117	1,060,913	1,492,272	5,176,045	340,675	808,925	-	-	93,275	227,618
\$100,000 under \$200,000.....	40,650	757,736	11,358	591,984	110,681	1,937,267	1,796,335	10,376,142	400,609	1,064,602	-	-	96,507	310,697
\$200,000 under \$500,000.....	18,746	747,172	4,653	493,102	34,145	2,026,481	680,311	7,263,091	101,771	339,078	-	-	20,258	132,972
\$500,000 under \$1,000,000.....	6,329	323,658	1,471	317,447	8,276	1,040,744	143,349	1,864,390	17,458	59,540	-	-	2,451	19,071
\$1,000,000 or more.....	3,403	296,555	1,462	1,196,594	4,943	2,463,312	89,963	1,388,374	9,502	32,026	-	-	915	9,968
Nontaxable returns, total.....	46,126	1,264,656	406,009	36,400,624	178,696	880,336	4,732,578	4,797,528	295,297	516,297	420,055	141,785	70,451	148,943

Footnotes at end of table

Table 1.4--All Returns: Sources of Income, Adjustments, and Tax Items, by Size of Adjusted Gross Income--Continued

(All figures are estimates based on samples--money amounts are in thousands of dollars.)

Statutory adjustments--continued														
Size of adjusted gross income	Deduction for self-employment tax		Payments to a Keogh plan		Penalty on early withdrawal of savings		Alimony paid		Self-employed health insurance deduction		Medical savings account deduction		Other adjustments	
	Number of returns (115)	Amount (116)	Number of returns (117)	Amount (118)	Number of returns (119)	Amount (120)	Number of returns (121)	Amount (122)	Number of returns (123)	Amount (124)	Number of returns (125)	Amount (126)	Number of returns (127)	Amount (128)
All returns, total.....	13,756,483	15,960,341	1,177,487	11,039,683	828,922	217,913	590,898	6,877,808	3,380,867	4,693,286	42,235	62,071	164,646	1,037,209
No adjusted gross income	144,795	127,428	2,859	17,181	13,191	2,774	7,210	132,905	49,631	62,951	*111	*53	2,550	23,344
\$1 under \$5,000	870,125	195,364	*2,839	*6,079	34,155	3,002	4,912	27,205	87,543	77,034	-	-	*2,849	*41,984
\$5,000 under \$10,000	1,527,813	674,700	6,032	6,024	65,956	14,991	9,689	83,504	167,956	154,458	*2,464	*1,521	*3,837	*6,894
\$10,000 under \$15,000	1,165,749	725,568	9,920	17,090	69,176	17,898	25,777	180,564	186,616	190,227	*1,280	*1,194	*3,592	*27,606
\$15,000 under \$20,000	977,539	727,690	17,780	41,596	59,925	25,699	23,919	137,123	228,189	253,580	-	-	*2,670	*11,1429
\$20,000 under \$25,000	906,420	770,632	19,903	45,066	64,078	11,596	30,362	167,168	227,114	262,578	*4,948	*2,917	13,658	34,591
\$25,000 under \$30,000	767,317	700,530	28,746	84,471	36,516	11,008	28,913	252,499	195,078	243,097	*2,894	*1,926	*6,976	*77,101
\$30,000 under \$40,000	1,338,765	1,324,936	66,585	220,842	103,612	20,017	54,873	334,569	371,767	448,184	*967	*2,163	16,617	68,008
\$40,000 under \$50,000	1,169,439	1,190,702	72,030	286,865	92,222	20,551	54,108	369,700	288,700	360,836	*4,333	*4,340	17,863	51,247
\$50,000 under \$75,000	1,941,387	2,539,982	193,812	879,298	133,677	26,326	120,299	1,023,006	521,517	750,484	*7,991	*9,738	37,424	124,384
\$75,000 under \$100,000	1,000,521	1,710,636	173,074	1,164,714	89,281	28,983	67,341	689,358	288,187	428,685	*1,461	*2,308	22,359	122,829
\$100,000 under \$200,000	1,255,547	2,797,194	336,181	3,650,206	53,185	19,433	104,486	1,536,037	435,138	735,678	9,430	20,896	28,092	244,922
\$200,000 under \$500,000	519,216	1,654,973	194,500	3,491,350	10,125	8,425	41,775	1,047,696	238,479	503,521	5,091	11,330	5,149	60,489
\$500,000 under \$1,000,000	105,619	420,839	35,912	754,234	2,535	5,944	10,343	437,816	58,431	133,999	1,063	3,098	698	22,302
\$1,000,000 or more	66,231	399,168	17,315	374,670	1,288	1,266	6,892	458,659	36,521	87,974	202	587	314	20,078
Taxable returns, total.....	9,763,802	13,596,479	1,142,099	10,910,840	711,283	189,899	550,252	6,461,280	2,771,737	3,938,912	38,415	58,523	147,877	751,611
No adjusted gross income	1,487	5,696	*21	*236	*11	*6	97	9,609	577	854	**	**	-	-
\$1 under \$5,000	41,760	6,208	-	-	13,825	1,096	*3	*26	*43	*50	-	-	-	-
\$5,000 under \$10,000	279,667	121,769	*2,949	*1,615	30,652	3,685	*3,900	*23,583	31,324	19,256	*970	*245	*970	*1,828
\$10,000 under \$15,000	481,026	279,936	*6,933	*10,562	48,104	15,652	15,314	112,375	96,715	74,369	-	-	*948	*1,185
\$15,000 under \$20,000	531,844	362,505	12,725	19,788	45,551	18,492	21,559	110,850	147,707	142,170	-	-	-	-
\$20,000 under \$25,000	563,898	459,594	13,905	30,696	54,858	9,996	24,959	106,008	155,802	166,334	*4,015	*1,897	13,658	34,591
\$25,000 under \$30,000	608,401	527,023	22,637	59,348	35,185	10,878	28,336	240,155	148,494	171,280	*2,894	*1,926	*5,069	*14,391
\$30,000 under \$40,000	1,234,976	1,193,178	62,993	211,847	101,586	19,439	53,954	329,605	338,510	391,709	*967	*2,163	15,685	55,105
\$40,000 under \$50,000	1,139,172	1,134,973	69,469	269,004	91,837	20,542	52,086	365,453	278,143	340,245	*4,333	*4,340	17,517	49,535
\$50,000 under \$75,000	1,937,186	2,528,412	193,647	875,618	133,295	26,099	119,418	999,387	518,386	744,723	*7,991	*9,738	37,424	124,384
\$75,000 under \$100,000	998,651	1,706,396	172,958	1,162,470	89,281	28,983	67,340	689,340	287,689	427,177	*1,461	*2,308	22,359	122,829
\$100,000 under \$200,000	1,255,015	2,796,527	336,170	3,649,994	53,175	19,426	104,329	1,533,562	435,044	735,522	9,430	20,896	28,091	244,900
\$200,000 under \$500,000	518,958	1,654,446	194,471	3,490,852	10,109	8,402	41,737	1,046,306	238,376	503,304	5,089	11,325	5,146	60,484
\$500,000 under \$1,000,000	105,569	420,727	35,909	754,178	2,531	5,942	10,337	436,976	58,414	133,963	1,063	3,098	698	22,302
\$1,000,000 or more	66,192	399,089	17,312	374,633	1,283	1,262	6,883	458,044	36,513	87,956	202	587	314	20,078
Nontaxable returns, total.....	3,992,681	2,363,862	35,388	128,844	117,639	28,014	40,646	416,529	609,130	754,374	3,820	3,548	16,769	285,598

Footnotes at end of table.

Table 1.4--All Returns: Sources of Income, Adjustments, and Tax Items, by Size of Adjusted Gross Income--Continued

(All figures are estimates based on samples--money amounts are in thousands of dollars.)

Size of adjusted gross income	Foreign housing adjustment		Basic standard deduction		Additional standard deduction		Total itemized deductions		Exemptions		Taxable income		Income tax before credits	
	Number of returns (129)	Amount (130)	Number of returns (131)	Amount (132)	Number of returns (133)	Amount (134)	Number of returns (135)	Amount (136)	Number of exemptions (137)	Amount (138)	Number of returns (139)	Amount (140)	Number of returns (141)	Amount (142)
<b>All returns, total.....</b>	<b>1,543</b>	<b>38,994</b>	<b>85,576,463</b>	<b>445,400,450</b>	<b>11,081,634</b>	<b>14,056,924</b>	<b>38,186,186</b>	<b>676,460,336</b>	<b>245,592,958</b>	<b>650,347,285</b>	<b>100,801,271</b>	<b>3,780,838,200</b>	<b>100,797,716</b>	<b>813,568,861</b>
No adjusted gross income	*978	*9,645	-	-	-	-	-	-	1,648,394	4,435,647	-	-	2,006	197
\$1 under \$5,000	-	-	13,038,393	45,691,988	636,356	753,537	177,425	2,015,363	9,550,987	25,739,555	2,524,305	2,282,006	2,514,227	345,624
\$5,000 under \$10,000	-	-	12,642,506	61,453,038	1,583,927	1,856,370	427,804	4,705,958	17,184,552	46,332,194	6,328,982	13,278,581	6,329,582	1,985,632
\$10,000 under \$15,000	-	-	12,080,117	63,307,275	2,059,412	2,509,243	819,404	8,669,868	21,911,546	59,108,116	8,960,947	41,233,800	8,964,779	6,139,675
\$15,000 under \$20,000	-	-	10,526,589	58,493,005	1,613,810	2,090,688	1,195,670	12,995,556	21,227,751	57,258,920	10,728,039	79,950,705	10,728,108	11,920,736
\$20,000 under \$25,000	-	-	8,575,409	46,932,715	1,124,166	1,493,036	1,523,889	16,323,638	19,373,951	52,266,930	9,781,564	111,391,940	9,781,596	16,626,139
\$25,000 under \$30,000	-	-	6,483,630	35,724,998	778,175	999,090	1,706,864	17,791,783	16,020,860	43,226,070	8,079,130	127,455,136	8,079,524	19,034,039
\$30,000 under \$40,000	-	-	9,062,006	52,099,015	1,050,956	1,380,344	4,072,039	45,382,736	27,836,371	75,096,294	13,044,476	282,908,827	13,043,590	43,612,022
\$40,000 under \$50,000	-	-	5,401,215	33,198,906	654,353	852,840	4,570,422	54,394,402	23,789,275	64,195,299	9,935,141	294,872,228	9,935,142	48,002,014
\$50,000 under \$75,000	-	-	5,724,012	36,908,093	1,002,918	1,323,472	10,162,490	142,073,347	42,407,983	114,459,954	15,858,974	675,302,507	15,859,082	115,132,611
\$75,000 under \$100,000	-	-	1,309,690	8,760,447	327,550	457,402	5,911,613	101,213,264	20,702,442	55,877,555	7,214,381	452,294,883	7,214,389	88,252,008
\$100,000 under \$200,000	**	**	566,763	3,753,078	190,210	270,738	5,699,494	135,012,186	17,924,611	47,899,263	6,262,180	635,956,996	6,262,527	144,634,586
\$200,000 under \$500,000	**240	**16,026	120,841	783,007	39,211	55,972	1,485,345	63,148,346	4,667,863	4,451,488	1,604,777	395,495,482	1,604,781	111,113,708
\$500,000 under \$1,000,000	*219	*8,592	29,173	188,650	7,397	9,886	277,847	22,378,074	869,415	-	306,675	185,113,677	306,676	58,794,658
\$1,000,000 or more	105	4,731	16,120	106,235	3,193	4,305	155,879	50,355,816	476,947	-	171,700	483,301,431	171,707	147,975,213
<b>Taxable returns, total.....</b>	<b>559</b>	<b>29,260</b>	<b>57,301,003</b>	<b>297,313,297</b>	<b>8,678,211</b>	<b>10,999,052</b>	<b>35,731,257</b>	<b>634,108,275</b>	<b>181,073,220</b>	<b>476,344,118</b>	<b>93,029,842</b>	<b>3,747,654,022</b>	<b>93,035,098</b>	<b>806,589,451</b>
No adjusted gross income	-	-	-	-	-	-	-	-	7,543	20,339	-	-	*26	*5
\$1 under \$5,000	-	-	2,495,970	5,296,620	*7,921	*8,317	12,275	16,836	8,004	21,610	2,505,255	2,281,327	2,508,205	345,539
\$5,000 under \$10,000	-	-	5,677,023	23,257,285	536,550	568,626	70,493	348,900	3,044,763	8,208,675	5,748,318	12,806,902	5,748,318	1,915,916
\$10,000 under \$15,000	-	-	7,047,070	31,242,511	1,404,924	1,564,471	389,554	2,515,313	7,435,599	20,055,114	7,436,614	38,143,395	7,438,542	5,678,660
\$15,000 under \$20,000	-	-	7,162,085	34,913,470	1,573,910	2,038,922	762,292	6,153,488	9,889,677	26,671,257	7,925,858	68,932,243	7,925,858	10,269,021
\$20,000 under \$25,000	-	-	6,803,549	35,175,853	1,108,870	1,474,705	1,099,732	9,791,549	11,519,601	31,071,085	7,904,122	100,470,700	7,904,122	14,992,958
\$25,000 under \$30,000	-	-	6,005,521	32,466,088	772,338	991,661	1,453,043	13,745,344	12,860,613	34,695,844	7,459,578	123,123,061	7,459,578	18,388,385
\$30,000 under \$40,000	-	-	8,956,523	51,361,151	1,048,872	1,377,743	3,821,584	40,098,439	26,098,375	70,404,725	12,778,111	280,817,220	12,778,111	43,301,116
\$40,000 under \$50,000	-	-	5,386,875	33,102,166	654,350	852,835	4,486,806	51,606,332	23,356,466	63,027,271	9,875,661	294,160,865	9,875,661	47,893,663
\$50,000 under \$75,000	-	-	5,724,006	36,908,051	1,002,918	1,323,472	10,116,050	139,923,164	42,242,941	114,014,351	15,838,197	674,941,332	15,838,197	115,079,341
\$75,000 under \$100,000	-	-	1,309,681	8,760,386	327,550	457,402	5,905,202	100,644,211	20,680,435	55,818,385	7,213,851	452,288,901	7,213,851	88,251,165
\$100,000 under \$200,000	**	**	566,630	3,752,193	190,209	270,737	5,696,558	134,456,640	17,918,450	47,886,079	6,261,451	635,886,258	6,261,798	144,619,295
\$200,000 under \$500,000	**235	**15,938	120,791	782,715	39,209	55,969	1,484,269	62,745,813	4,665,204	4,449,384	1,604,525	395,443,419	1,604,526	111,099,889
\$500,000 under \$1,000,000	*219	*8,592	29,167	188,611	7,397	9,886	277,655	22,229,208	868,947	-	306,629	185,090,926	306,629	58,788,445
\$1,000,000 or more	105	4,731	16,113	106,198	3,193	4,305	155,744	49,833,038	476,601	-	171,672	483,267,474	171,678	147,966,053
<b>Nontaxable returns, total.....</b>	<b>*983</b>	<b>*9733</b>	<b>28,275,459</b>	<b>148,087,154</b>	<b>2,403,423</b>	<b>3,057,871</b>	<b>2,454,929</b>	<b>42,352,061</b>	<b>64,519,738</b>	<b>174,003,167</b>	<b>7,771,429</b>	<b>33,184,178</b>	<b>7,762,617</b>	<b>4,979,411</b>

\* Estimate should be used with caution due to the small number of sample returns on which it is based.

\*\* Data combined to avoid disclosure of information for specific taxpayers.

(Z) Less than \$500.

NOTE: Detail may not add to totals because of rounding.



**Table 1.4CV--Coefficient of Variation for All Returns: Sources of Income, Adjustments, and Tax Items, by Size of Adjusted Gross Income**  
(Coefficient of variation for number of returns and amount (percent))

Size of adjusted gross income	Number of returns	Adjusted gross income less deficit	Salaries and wages		Taxable interest		Tax-exempt interest		Dividends		State income tax refunds	
			Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
<b>All returns, total.....</b>	<b>0.02</b>	<b>0.12</b>	<b>0.13</b>	<b>0.22</b>	<b>0.30</b>	<b>0.98</b>	<b>1.47</b>	<b>1.81</b>	<b>0.54</b>	<b>1.07</b>	<b>0.75</b>	<b>0.98</b>
No adjusted gross income .....	2.04	1.30	3.91	4.69	2.59	2.52	11.20	8.08	3.89	4.27	8.33	7.67
\$1 under \$5,000 .....	1.03	1.19	1.19	1.71	1.96	4.52	11.83	32.32	2.43	4.71	12.63	19.41
\$5,000 under \$10,000 .....	1.06	1.08	1.21	1.33	1.95	4.24	10.49	22.85	3.09	5.48	10.45	19.36
\$10,000 under \$15,000 .....	1.07	1.08	1.23	1.30	1.84	3.79	9.75	33.58	3.03	5.26	7.14	11.22
\$15,000 under \$20,000 .....	1.13	1.14	1.28	1.34	1.84	4.18	9.20	22.44	3.04	5.78	5.86	8.38
\$20,000 under \$25,000 .....	1.24	1.24	1.36	1.43	1.86	4.68	9.31	17.68	3.14	6.22	4.83	6.46
\$25,000 under \$30,000 .....	1.40	1.40	1.50	1.57	2.01	5.26	9.98	16.89	3.32	6.86	4.52	6.43
\$30,000 under \$40,000 .....	1.04	1.03	1.12	1.18	1.39	3.88	6.55	15.04	2.32	5.42	2.79	3.84
\$40,000 under \$50,000 .....	1.10	1.10	1.17	1.24	1.40	4.50	6.62	13.08	2.30	5.61	2.54	3.40
\$50,000 under \$75,000 .....	0.84	0.86	0.91	0.98	1.00	3.46	4.14	7.86	1.56	4.11	1.64	2.45
\$75,000 under \$100,000 .....	1.15	1.15	1.24	1.33	1.28	4.63	4.81	8.88	1.89	5.17	2.11	3.70
\$100,000 under \$200,000 .....	1.14	1.04	1.26	1.31	1.19	3.67	2.90	4.66	1.43	3.34	1.97	2.76
\$200,000 under \$500,000 .....	1.17	1.01	1.35	1.48	1.19	2.51	2.10	3.39	1.30	2.91	2.01	2.94
\$500,000 under \$1,000,000 .....	1.05	0.93	1.24	1.50	1.06	2.40	1.65	2.92	1.13	2.83	1.75	3.06
\$1,000,000 or more .....	0.51	0.21	0.59	0.53	0.51	0.63	0.68	0.80	0.52	0.84	0.80	1.04
<b>Taxable returns, total.....</b>	<b>0.19</b>	<b>0.13</b>	<b>0.24</b>	<b>0.24</b>	<b>0.33</b>	<b>1.03</b>	<b>1.50</b>	<b>1.79</b>	<b>0.57</b>	<b>1.10</b>	<b>0.77</b>	<b>1.00</b>
No adjusted gross income .....	16.98	1.78	24.28	8.29	14.30	2.72	17.57	15.32	12.49	7.02	30.19	14.98
\$1 under \$5,000 .....	2.40	2.84	3.53	4.11	3.17	5.90	15.22	26.49	2.95	5.24	53.05	58.93
\$5,000 under \$10,000 .....	1.69	1.72	1.84	1.97	2.85	6.49	13.60	34.74	4.15	7.75	24.35	46.78
\$10,000 under \$15,000 .....	1.47	1.48	1.68	1.77	2.33	4.61	11.29	22.08	3.69	6.13	10.15	14.99
\$15,000 under \$20,000 .....	1.42	1.42	1.62	1.71	2.07	4.42	9.78	24.76	3.30	6.20	7.31	11.06
\$20,000 under \$25,000 .....	1.43	1.43	1.58	1.67	2.04	4.87	9.74	18.95	3.34	6.53	5.57	7.49
\$25,000 under \$30,000 .....	1.48	1.48	1.58	1.66	2.11	5.45	10.23	18.12	3.46	7.17	4.95	7.05
\$30,000 under \$40,000 .....	1.05	1.05	1.14	1.20	1.42	3.92	6.66	15.84	2.36	5.49	2.89	3.90
\$40,000 under \$50,000 .....	1.10	1.11	1.18	1.25	1.41	4.52	6.73	13.51	2.32	5.61	2.56	3.43
\$50,000 under \$75,000 .....	0.85	0.86	0.91	0.98	1.00	3.48	4.16	7.89	1.57	4.14	1.64	2.46
\$75,000 under \$100,000 .....	1.15	1.15	1.24	1.34	1.28	4.65	4.82	8.98	1.90	5.19	2.12	3.71
\$100,000 under \$200,000 .....	1.14	1.04	1.26	1.31	1.19	3.68	2.90	4.69	1.43	3.35	1.97	2.77
\$200,000 under \$500,000 .....	1.17	1.01	1.35	1.48	1.19	2.52	2.10	3.41	1.30	2.92	2.01	2.95
\$500,000 under \$1,000,000 .....	1.05	0.93	1.24	1.50	1.06	2.42	1.65	2.92	1.13	2.84	1.75	3.07
\$1,000,000 or more .....	0.51	0.21	0.59	0.53	0.51	0.63	0.68	0.80	0.52	0.84	0.80	1.05
<b>Nontaxable returns, total.....</b>	<b>0.56</b>	<b>0.98</b>	<b>0.66</b>	<b>0.92</b>	<b>1.23</b>	<b>2.85</b>	<b>7.14</b>	<b>13.93</b>	<b>2.11</b>	<b>3.95</b>	<b>3.72</b>	<b>4.81</b>

Footnotes at end of table



Table 1.4CV--Coefficient of Variation for All Returns: Sources of Income, Adjustments, and Tax Items, by Size of Adjusted Gross Income--Continued

(Coefficient of variation for number of returns and amount (percent))

Size of adjusted gross income	Sales of capital assets reported on Schedule D--continued											
	Short-term capital gain		Short-term capital loss		Short-term loss carryover		Short-term gain from other forms (2119, 4797, etc.)		Short-term loss from other forms (4684, 6781, and 8824)		Net short-term partnership/ S-corp gain	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(23)	(24)	(25)	(26)	(27)	(28)	(29)	(30)	(31)	(32)	(33)	(34)
<b>All returns, total</b> .....	<b>1.49</b>	<b>1.80</b>	<b>1.55</b>	<b>1.43</b>	<b>3.31</b>	<b>2.61</b>	<b>8.35</b>	<b>5.93</b>	<b>8.63</b>	<b>3.72</b>	<b>4.10</b>	<b>2.76</b>
No adjusted gross income .....	10.07	7.35	6.13	4.49	9.21	5.65	41.96	9.29	24.30	13.48	21.33	9.33
\$1 under \$5,000 .....	6.80	15.51	8.75	15.25	19.37	19.90	86.45	80.58	71.68	80.67	36.97	54.32
\$5,000 under \$10,000 .....	8.06	13.67	9.17	13.95	18.47	16.50	67.80	72.41	39.08	39.91	34.14	43.08
\$10,000 under \$15,000 .....	8.26	14.99	9.84	13.47	17.00	18.42	37.74	33.54	54.05	86.71	27.38	58.43
\$15,000 under \$20,000 .....	8.29	15.25	9.00	11.81	16.37	17.99	44.83	53.06	56.84	43.14	24.07	59.46
\$20,000 under \$25,000 .....	8.24	14.82	9.26	13.29	17.56	17.84	40.50	57.26	54.03	25.00	27.72	39.07
\$25,000 under \$30,000 .....	9.12	17.92	9.43	14.62	19.55	20.56	95.80	77.80	59.84	92.02	30.88	74.13
\$30,000 under \$40,000 .....	5.91	11.71	6.93	10.61	14.24	15.17	30.21	68.82	32.83	47.13	17.47	45.03
\$40,000 under \$50,000 .....	6.07	11.31	6.76	10.47	16.23	14.92	40.61	55.75	42.95	42.71	19.68	48.93
\$50,000 under \$75,000 .....	4.12	8.18	4.51	6.14	9.70	9.57	26.07	44.73	26.09	28.95	14.90	46.47
\$75,000 under \$100,000 .....	4.70	9.42	5.02	7.47	12.83	11.99	30.89	52.56	40.28	36.73	14.82	32.16
\$100,000 under \$200,000 .....	3.21	5.56	3.26	4.79	7.56	7.53	17.85	27.38	21.97	22.02	8.60	17.13
\$200,000 under \$500,000 .....	2.71	5.92	2.55	3.81	5.91	6.45	13.28	20.85	12.49	16.44	5.48	13.75
\$500,000 under \$1,000,000 .....	2.36	5.64	1.97	3.60	5.16	7.53	9.31	21.54	8.51	14.94	3.99	9.76
\$1,000,000 or more .....	1.11	1.35	0.83	0.75	2.52	2.69	3.21	4.52	2.26	2.36	1.46	1.40
<b>Taxable returns, total</b> .....	<b>1.56</b>	<b>1.85</b>	<b>1.66</b>	<b>1.58</b>	<b>3.77</b>	<b>3.10</b>	<b>8.79</b>	<b>6.02</b>	<b>9.29</b>	<b>4.00</b>	<b>4.24</b>	<b>2.64</b>
No adjusted gross income .....	21.70	5.74	9.27	4.40	26.40	4.21	19.47	1.48	15.47	7.92	25.82	10.53
\$1 under \$5,000 .....	8.64	15.44	13.75	22.24	44.82	58.75	--	--	--	--	44.69	65.33
\$5,000 under \$10,000 .....	10.53	17.48	14.75	25.25	43.30	41.81	99.98	99.98	49.95	66.48	53.40	53.83
\$10,000 under \$15,000 .....	9.85	17.94	12.71	20.03	27.41	32.14	40.76	33.94	56.93	87.43	29.83	58.96
\$15,000 under \$20,000 .....	9.21	18.01	10.07	14.55	19.11	22.41	52.97	69.26	67.34	60.40	27.24	68.86
\$20,000 under \$25,000 .....	8.63	15.08	10.38	15.40	21.54	21.90	49.96	66.18	81.54	70.53	29.22	47.51
\$25,000 under \$30,000 .....	9.53	17.64	10.05	16.30	21.19	23.37	99.95	99.95	68.89	93.30	33.33	64.67
\$30,000 under \$40,000 .....	6.06	12.00	7.06	11.36	14.75	16.50	30.23	69.07	32.84	47.14	18.63	51.10
\$40,000 under \$50,000 .....	6.15	11.58	6.85	11.12	16.34	15.44	40.63	55.83	43.00	42.72	19.69	54.32
\$50,000 under \$75,000 .....	4.13	8.28	4.54	6.33	9.89	10.12	26.52	45.97	26.15	29.39	15.19	48.99
\$75,000 under \$100,000 .....	4.71	9.44	5.03	7.62	12.91	12.28	30.93	52.64	40.33	38.08	14.90	33.59
\$100,000 under \$200,000 .....	3.21	5.59	3.26	4.87	7.58	7.69	18.10	28.11	22.04	22.67	8.64	17.51
\$200,000 under \$500,000 .....	2.72	5.95	2.55	3.87	5.92	6.52	13.29	20.96	12.53	16.67	5.49	13.91
\$500,000 under \$1,000,000 .....	2.36	5.67	1.97	3.65	5.16	7.68	9.32	21.55	8.53	15.20	3.99	9.90
\$1,000,000 or more .....	1.11	1.36	0.83	0.76	2.53	2.72	3.22	4.53	2.27	2.42	1.46	1.40
<b>Non-taxable returns, total</b> .....	<b>5.45</b>	<b>6.98</b>	<b>4.45</b>	<b>3.86</b>	<b>6.89</b>	<b>5.10</b>	<b>26.25</b>	<b>32.82</b>	<b>23.28</b>	<b>10.14</b>	<b>16.05</b>	<b>23.52</b>

Footnotes at end of table.



**Table 1.4CV--Coefficient of Variation for All Returns: Sources of Income, Adjustments, and Tax Items, by Size of Adjusted Gross Income--Continued**  
(Coefficient of variation for number of returns and amount (percent))

Sales of capital assets reported on Schedule D—continued														
Size of adjusted gross income	Net short-term partnership/ S-corp loss		Long-term capital gain		Long-term capital loss		Long-term loss carryover		Long-term gain from other forms (2119, 4797, etc.)		Long-term loss from other forms (4684, 6781, and 8824)		Net long-term partnership/ S-corp gain	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
All returns, total.....	4.82	2.57	0.67	0.49	1.87	1.71	2.51	2.08	1.77	1.18	9.80	3.39	2.48	0.89
No adjusted gross income .....	24 38	6 39	5 21	2 68	5 67	3 88	7 29	4 29	7 72	4 39	24 37	4 05	12 91	3 66
\$1 under \$5,000 .....	32 78	41 80	2 57	4 16	9 23	11 68	13 19	14 25	14 59	23 30	71 68	80 67	18 44	50 74
\$5,000 under \$10,000 .....	48 01	38 01	3 65	4 89	8 99	11 38	12 12	12 93	11 52	19 86	46 92	45 86	18 95	28 35
\$10,000 under \$15,000 .....	37 07	55 23	3 65	5 15	8 73	10 46	11 90	12 36	9 62	13 07	54 05	86 71	16 29	25 40
\$15,000 under \$20,000 .....	39 82	47 54	3 67	5 11	9 06	11 21	12 20	14 15	9 45	17 31	67 68	74 12	16 84	29 40
\$20,000 under \$25,000 .....	42 80	76 54	3 77	5 95	9 17	9 70	11 83	11 51	9 85	19 39	54 16	31 98	17 64	26 27
\$25,000 under \$30,000 .....	62 25	53 48	4 13	6 04	9 64	11 32	12 35	13 22	9 88	15 90	51 62	59 58	17 24	24 91
\$30,000 under \$40,000 .....	23 65	53 79	2 79	4 28	7 15	8 67	10 76	10 80	6 85	11 14	40 21	55 80	12 06	19 73
\$40,000 under \$50,000 .....	28 05	63 49	2 87	4 64	7 18	8 91	10 45	11 02	7 39	10 91	39 32	43 71	12 98	23 81
\$50,000 under \$75,000 .....	16 57	33 84	1 93	3 15	5 20	5 56	6 97	7 49	5 22	7 62	30 83	32 34	8 19	13 74
\$75,000 under \$100,000 .....	18 36	31 94	2 39	3 85	6 03	7 09	8 39	8 22	6 04	8 83	39 88	32 43	8 49	15 05
\$100,000 under \$200,000 .....	10 27	19 11	1 71	2 36	4 52	5 63	5 98	6 71	3 80	5 18	23 59	25 36	5 08	8 49
\$200,000 under \$500,000 .....	6 40	11 76	1 50	2 11	3 89	4 76	4 90	5 72	2 89	4 21	13 88	17 78	3 24	5 71
\$500,000 under \$1,000,000 .....	4 48	6 32	1 27	1 96	3 87	5 81	4 47	8 30	2 36	3 84	10 45	18 80	2 50	4 92
\$1,000,000 or more .....	1 47	1 10	0 57	0 31	2 27	2 29	2 23	2 51	0 99	0 77	2 91	2 79	0 90	0 52
Taxable returns, total.....	4.99	2.65	0.71	0.49	2.10	2.05	2.84	2.51	1.88	1.20	10.58	4.52	2.56	0.90
No adjusted gross income .....	17 09	12 61	16 32	3 16	11 27	5 28	19 22	5 51	22 02	4 30	21 20	16 23	15 16	3 99
\$1 under \$5,000 .....	40 79	75 56	2 97	3 66	23 82	42 58	47 08	81 88	31 57	52 74	—	—	23 53	34 85
\$5,000 under \$10,000 .....	53 08	57 76	4 64	5 58	16 38	27 14	22 78	30 66	24 32	31 90	61 55	73 90	24 94	34 84
\$10,000 under \$15,000 .....	50 59	68 01	4 41	6 06	12 13	15 37	16 94	18 08	13 48	18 07	56 93	87 43	20 02	29 03
\$15,000 under \$20,000 .....	56 97	51 77	3 95	5 50	10 53	13 63	14 19	15 97	10 56	15 72	67 53	80 80	18 91	34 43
\$20,000 under \$25,000 .....	57 51	91 36	4 04	6 27	9 99	11 59	13 10	13 66	11 03	19 30	81 54	70 50	18 54	28 93
\$25,000 under \$30,000 .....	62 40	72 00	4 35	6 41	10 16	12 74	13 33	14 92	10 53	17 78	56 82	65 01	18 42	28 23
\$30,000 under \$40,000 .....	24 63	61 53	2 84	4 37	7 40	9 40	11 07	11 71	7 08	10 50	40 22	55 81	12 22	21 13
\$40,000 under \$50,000 .....	30 34	49 55	2 90	4 74	7 29	9 23	10 58	11 42	7 49	11 25	39 36	43 72	13 45	25 64
\$50,000 under \$75,000 .....	16 64	36 20	1 94	3 17	5 25	5 12	7 04	6 94	5 24	7 72	30 93	32 92	8 25	13 94
\$75,000 under \$100,000 .....	18 37	34 22	2 39	3 86	6 04	7 17	8 43	8 33	6 06	8 87	39 95	33 78	8 54	15 12
\$100,000 under \$200,000 .....	10 31	19 61	1 71	2 37	4 53	5 70	6 00	6 80	3 80	5 22	23 70	26 35	5 10	8 64
\$200,000 under \$500,000 .....	6 42	12 22	1 50	2 12	3 89	4 82	4 91	5 78	2 89	4 22	13 92	18 04	3 25	5 75
\$500,000 under \$1,000,000 .....	4 49	6 50	1 28	1 97	3 88	5 84	4 47	8 36	2 36	3 85	10 47	18 88	2 50	4 95
\$1,000,000 or more .....	1 47	1 11	0 57	0 31	2 27	2 37	2 23	2 60	0 99	0 77	2 92	2 89	0 90	0 52
Non taxable returns, total.....	18.73	9.35	2.63	2.80	4.06	3.62	5.27	4.23	5.36	6.08	25.96	3.95	10.15	5.59

Footnotes at end of table.

Table 1.4CV--Coefficient of Variation for All Returns: Sources of Income, Adjustments, and Tax Items, by Size of Adjusted Gross Income--Continued

(Coefficient of variation for number of returns and amount (percent))

Size of adjusted gross income	Net long-term partnership S-corp loss			Schedule D gain subject to 28 percent tax rate			Sales of property other than capital assets				Total taxable IRA distributions			Pensions and annuities					
	Number of returns		Amount	Number of returns		Amount		Net gain		Net loss		Number of returns	Amount	Number of returns	Amount	Total		Taxable	
								Number of returns	Amount	Number of returns	Amount					Number of returns	Amount	Number of returns	Amount
All returns, total.....	4.91	6.10		0.79	1.43	3.14	3.89		3.18	4.11		1.28	2.10	0.70	1.31		0.74	1.10	
No adjusted gross income.....	22 29	12 97		6 40	9 79	9 57	8 72		8 05	8 41		11 34	11 45	7 16	12 05		7 38	9 01	
\$1 under \$5,000.....	35 40	69 30		2 75	3 91	23 33	31 85		26 26	48 45		11 05	14 86	5 64	12 41		5 93	7 80	
\$5,000 under \$10,000.....	34 37	37 95		4 10	5 48	17 88	44 85		20 31	29 32		6 47	9 60	3 27	5 96		3 34	4 08	
\$10,000 under \$15,000.....	32 18	66 80		4 31	6 33	16 52	25 23		20 22	29 39		4 99	6 86	2 65	4 01		2 68	3 35	
\$15,000 under \$20,000.....	32 03	81 69		4 35	6 82	15 25	22 62		16 26	31 59		4 89	7 01	2 67	4 25		2 71	3 40	
\$20,000 under \$25,000.....	36 57	46 53		4 42	6 90	16 29	27 32		18 16	30 18		4 84	7 57	2 85	4 09		2 90	3 72	
\$25,000 under \$30,000.....	39 62	58 78		4 72	7 50	15 75	25 45		18 83	25 94		5 52	8 00	3 25	4 79		3 33	4 42	
\$30,000 under \$40,000.....	18 91	33 51		3 28	5 50	11 92	16 16		14 56	25 03		4 06	6 24	2 32	4 16		2 39	3 34	
\$40,000 under \$50,000.....	23 93	58 86		3 25	5 34	12 57	21 11		13 55	21 27		4 17	6 27	2 53	4 70		2 61	3 70	
\$50,000 under \$75,000.....	14 53	28 00		2 23	4 16	9 09	13 49		10 56	18 29		3 03	4 98	1 86	3 16		1 94	2 79	
\$75,000 under \$100,000.....	16 96	37 10		2 71	5 32	11 74	19 77		12 24	20 69		4 06	6 80	2 70	4 09		2 88	4 00	
\$100,000 under \$200,000.....	10 25	20 43		1 95	3 92	7 45	13 18		6 75	11 67		3 87	5 73	2 37	4 28		2 56	3 70	
\$200,000 under \$500,000.....	7 11	14 68		1 73	3 79	5 15	9 40		4 95	9 45		4 19	7 15	2 61	4 65		2 85	5 23	
\$500,000 under \$1,000,000.....	5 49	17 95		1 52	3 92	4 47	10 07		3 82	8 49		4 42	8 82	2 60	7 24		2 91	6 22	
\$1,000,000 or more.....	2 27	9 95		0 73	1 85	1 76	3 43		1 54	1 98		2 39	5 83	1 29	3 13		1 45	3 14	
Taxable returns, total.....	5.17	6.89		0.83	1.47	3.50	4.23		3.56	4.63		1.35	2.18	0.76	1.37		0.80	1.15	
No adjusted gross income.....	19 69	8 06		17 71	12 84	25 52	14 95		11 87	12 08		20 88	31 94	32 25	6 66		34 17	8 01	
\$1 under \$5,000.....	57 94	69 34		3 12	3 94	99 95	99 95		99 94	99 94		24 29	33 66	23 89	37 56		24 51	35 62	
\$5,000 under \$10,000.....	99 84	65 14		5 08	6 62	37 46	58 74		50 29	61 39		10 29	13 94	5 85	8 40		5 99	7 09	
\$10,000 under \$15,000.....	46 31	97 33		5 11	7 48	29 15	33 72		28 86	49 06		6 49	9 13	3 37	4 47		3 42	4 16	
\$15,000 under \$20,000.....	37 78	68 85		4 67	6 65	18 28	27 96		20 71	44 26		5 09	7 27	2 87	4 32		2 91	3 57	
\$20,000 under \$25,000.....	40 34	34 39		4 70	7 13	19 85	36 75		21 39	35 33		5 00	7 44	3 00	4 27		3 06	3 86	
\$25,000 under \$30,000.....	43 19	74 53		4 97	7 80	17 68	28 53		20 37	28 40		5 60	8 17	3 34	4 89		3 41	4 50	
\$30,000 under \$40,000.....	19 28	34 47		3 35	5 54	12 44	16 59		14 90	26 44		4 10	6 31	2 35	4 19		2 41	3 36	
\$40,000 under \$50,000.....	24 36	59 70		3 28	5 39	12 94	21 64		14 01	23 28		4 18	6 32	2 54	4 71		2 62	3 71	
\$50,000 under \$75,000.....	14 77	29 28		2 24	4 18	9 12	13 61		10 60	18 41		3 03	5 00	1 86	3 17		1 95	2 79	
\$75,000 under \$100,000.....	16 96	37 16		2 72	5 33	11 75	19 80		12 31	21 51		4 06	6 81	2 70	4 09		2 88	4 00	
\$100,000 under \$200,000.....	10 26	20 98		1 95	3 92	7 48	13 24		6 77	11 81		3 87	5 74	2 37	4 29		2 56	3 70	
\$200,000 under \$500,000.....	7 12	15 47		1 74	3 79	5 16	9 45		4 96	9 57		4 20	7 16	2 61	4 65		2 85	5 23	
\$500,000 under \$1,000,000.....	5 49	18 17		1 52	3 92	4 48	10 09		3 83	8 53		4 43	8 83	2 60	7 24		2 91	6 23	
\$1,000,000 or more.....	2 27	10 32		0 73	1 85	1 76	3 44		1 54	1 99		2 40	5 86	1 29	3 13		1 45	3 14	
Non-taxable returns, total.....	15.56	12.35		3.09	5.71	7.36	9.54		7.07	7.54		4.43	6.36	2.20	4.28		2.26	3.13	

Footnotes at end of table

**Table 1.4CV--Coefficient of Variation for All Returns: Sources of Income, Adjustments, and Tax Items, by Size of Adjusted Gross Income--Continued**  
(Coefficient of variation for number of returns and amount (percent))

Size of adjusted gross income	Rent			Royalty			Farm rental					
	Net income		Net loss (includes nondeductible loss)	Net income		Net loss	Net income		Net loss			
	Number of returns	Amount		Number of returns	Amount		Number of returns	Amount				
			(63)			(64)			(65)	(66)	(67)	(68)
All returns, total.....	1.40	1.62	1.45	1.76	3.12	4.84	13.88	19.51	4.60	6.70	9.51	12.98
No adjusted gross income	7 57	6 21	5 57	6 05	12 56	7 28	76 82	7 96	27 81	25 95	37 16	64 09
\$1 under \$5,000 .....	9 32	15 77	10 80	15 93	19 08	29 59	70 63	91 24	24 07	35 31	42 19	53 15
\$5,000 under \$10,000 .....	6 47	8 87	8 43	11 84	15 78	28 54	83 09	83 09	17 12	28 62	37 73	53 01
\$10,000 under \$15,000 .....	5 77	7 56	6 85	10 05	13 20	22 89	87 50	81 90	13 97	17 69	35 90	43 42
\$15,000 under \$20,000 .....	6 08	8 99	6 94	9 73	14 35	34 92	44 70	71 24	15 12	19 68	27 59	51 75
\$20,000 under \$25,000 .....	6 40	9 57	6 47	8 89	15 20	28 45	75 08	96 92	19 62	28 05	40 53	55 92
\$25,000 under \$30,000 .....	6 84	10 12	7 00	9 96	15 83	26 47	99 50	23 74	19 82	22 96	48 15	70 27
\$30,000 under \$40,000 .....	4 82	7 29	4 99	6 70	11 48	24 16	75 37	94 63	14 56	18 45	30 07	36 35
\$40,000 under \$50,000 .....	5 45	8 02	4 83	6 40	12 20	23 61	51 18	60 88	19 69	27 52	33 90	42 92
\$50,000 under \$75,000 .....	3 94	5 99	3 70	4 88	8 87	19 54	30 04	53 64	12 02	16 78	28 72	32 06
\$75,000 under \$100,000 .....	5 28	7 23	4 95	6 23	10 55	21 17	48 32	70 72	15 55	24 73	34 43	40 53
\$100,000 under \$200,000 .....	3 40	4 38	3 50	4 07	7 09	15 79	23 42	45 18	12 93	17 39	28 67	34 20
\$200,000 under \$500,000 .....	2 83	3 93	3 54	3 93	5 35	14 28	28 38	34 99	14 45	24 88	24 47	36 31
\$500,000 under \$1,000,000 .....	2 59	4 08	3 46	4 79	4 61	14 26	18 05	67 89	14 61	22 47	21 59	38 84
\$1,000,000 or more .....	1 29	1 79	1 64	2 43	1 80	3 64	7 15	20 80	6 13	8 78	8 66	12 09
Taxable returns, total.....	1.53	1.72	1.59	1.94	3.35	5.22	14.94	22.34	5.04	7.23	10.65	14.05
No adjusted gross income	29 44	9 46	23 11	12 36	27 50	29 99	55 18	3 20	38 60	34 79	49 85	32 67
\$1 under \$5,000 .....	56 94	71 27	95 34	49 64	53 41	65 89	99 95	99 95	--	--	--	--
\$5,000 under \$10,000 .....	12 84	18 33	18 27	30 63	25 86	44 14	--	--	35 33	38 34	75 07	70 82
\$10,000 under \$15,000 .....	8 06	10 66	9 76	13 76	17 79	27 92	--	--	17 65	21 36	43 81	54 85
\$15,000 under \$20,000 .....	6 83	10 05	8 23	11 69	15 25	38 12	49 98	72 39	15 69	20 44	30 51	57 59
\$20,000 under \$25,000 .....	6 97	10 63	7 67	10 31	16 90	32 02	99 65	98 72	21 00	30 86	40 53	55 92
\$25,000 under \$30,000 .....	7 24	10 79	7 81	11 21	16 69	27 32	99 95	99 95	20 58	23 39	54 22	81 11
\$30,000 under \$40,000 .....	4 88	7 39	5 19	7 00	11 74	25 76	95 90	98 57	14 56	18 45	30 07	36 35
\$40,000 under \$50,000 .....	5 53	8 13	4 88	6 49	12 44	24 46	61 40	72 99	19 69	27 52	33 90	42 92
\$50,000 under \$75,000 .....	3 96	6 04	3 71	4 91	8 96	20 23	30 13	54 40	12 08	16 83	28 72	32 06
\$75,000 under \$100,000 .....	5 30	7 27	4 97	6 28	10 58	21 21	48 32	70 73	15 55	24 73	34 44	40 55
\$100,000 under \$200,000 .....	3 40	4 40	3 50	4 08	7 10	15 98	23 43	45 19	12 99	17 51	28 68	34 23
\$200,000 under \$500,000 .....	2 83	3 93	3 54	3 94	5 36	14 30	28 40	35 32	14 47	24 89	24 48	36 31
\$500,000 under \$1,000,000 .....	2 59	4 08	3 46	4 80	4 62	14 28	18 07	67 92	14 62	22 47	21 59	38 84
\$1,000,000 or more .....	1 29	1 79	1 65	2 43	1 81	3 64	7 18	20 87	6 14	8 79	8 66	12 09
Nontaxable returns, total.....	3.73	4.61	3.54	4.34	8.42	9.07	36.52	33.95	11.22	15.86	21.15	29.64

Footnotes at end of table



Table 1.4CV--Coefficient of Variation for All Returns: Sources of Income, Adjustments, and Tax Items, by Size of Adjusted Gross Income--Continued

(Coefficient of variation for number of returns and amount (percent))

Size of adjusted gross income	Total rental and royalty				Partnership and S Corporation				Estate and trust			
	Net income		Net loss		Net income		Net loss		Net income		Net loss	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(75)	(76)	(77)	(78)	(79)	(80)	(81)	(82)	(83)	(84)	(85)	(86)
<b>All returns, total.....</b>	<b>1.28</b>	<b>1.53</b>	<b>1.51</b>	<b>1.86</b>	<b>1.41</b>	<b>0.88</b>	<b>2.18</b>	<b>1.58</b>	<b>4.45</b>	<b>3.81</b>	<b>14.52</b>	<b>5.57</b>
No adjusted gross income	6 79	5 34	5 52	6 33	9 91	6 38	5 36	3 08	23 11	11 47	42 64	14 33
\$1 under \$5,000	8 18	13 98	10 82	15 65	12 22	19 99	13 35	19 73	24 48	29 80	87 30	71 79
\$5,000 under \$10,000	5 83	8 54	8 33	12 33	10 40	14 18	13 69	25 25	24 89	30 64	**	**
\$10,000 under \$15,000	5 12	6 80	6 93	10 12	9 41	12 86	13 51	17 70	21 85	28 24	**	**
\$15,000 under \$20,000	5 48	7 99	7 03	9 97	9 53	11 75	12 25	18 36	25 30	35 56	99 62	97 54
\$20,000 under \$25,000	5 87	8 79	6 49	8 87	8 42	10 63	12 72	19 92	24 04	32 41	49 72	79 59
\$25,000 under \$30,000	6 21	8 83	7 08	9 64	8 99	12 29	13 83	21 99	28 86	58 84	70 73	90 73
\$30,000 under \$40,000	4 44	6 71	5 02	6 78	6 22	8 97	9 26	15 95	17 13	24 60	49 98	61 26
\$40,000 under \$50,000	4 96	7 52	4 83	6 27	6 39	9 14	8 97	13 72	21 92	38 93	83 14	99 24
\$50,000 under \$75,000	3 60	5 57	3 70	4 95	4 31	6 12	6 30	9 27	12 70	21 47	38 37	36 08
\$75,000 under \$100,000	4 75	6 80	4 94	6 20	5 11	7 05	7 17	9 68	15 32	23 49	43 21	52 42
\$100,000 under \$200,000	3 16	4 18	3 92	4 53	2 81	3 36	4 77	6 02	9 21	13 22	26 41	36 31
\$200,000 under \$500,000	2 64	3 95	4 43	5 92	2 05	2 60	3 67	4 42	6 73	12 90	20 25	23 04
\$500,000 under \$1,000,000	2 40	4 14	4 12	7 00	1 68	2 26	3 11	3 66	5 72	11 77	15 22	23 74
\$1,000,000 or more	1 11	1 63	1 78	2 76	0 80	0 63	1 23	0 70	2 34	2 36	4 05	2 08
<b>Taxable returns, total.....</b>	<b>1.40</b>	<b>1.62</b>	<b>1.67</b>	<b>2.05</b>	<b>1.46</b>	<b>0.89</b>	<b>2.46</b>	<b>1.69</b>	<b>4.61</b>	<b>3.86</b>	<b>16.05</b>	<b>6.90</b>
No adjusted gross income	25 61	9 88	22 41	11 70	16 04	6 80	8 44	3 53	22 23	13 92	56 37	63 87
\$1 under \$5,000	42 92	57 75	69 00	50 35	24 99	50 14	37 59	75 36	26 54	33 06	—	—
\$5,000 under \$10,000	11 34	16 16	18 14	30 81	17 02	18 93	26 83	42 92	31 91	39 12	99 98	99 98
\$10,000 under \$15,000	7 02	9 34	9 97	13 87	12 75	18 33	18 72	25 86	23 38	30 37	—	—
\$15,000 under \$20,000	6 08	8 81	8 31	11 96	11 41	14 73	15 13	25 70	28 73	38 80	—	—
\$20,000 under \$25,000	6 42	9 72	7 62	10 20	9 99	13 10	15 10	22 64	26 06	34 01	61 94	79 73
\$25,000 under \$30,000	6 57	9 36	7 88	10 63	9 58	13 24	15 27	26 96	31 57	58 95	70 73	90 73
\$30,000 under \$40,000	4 50	6 81	5 22	7 04	6 52	9 45	9 89	16 73	17 67	25 65	57 74	76 67
\$40,000 under \$50,000	5 02	7 64	4 89	6 36	6 49	9 30	9 19	14 68	21 93	38 95	83 14	99 24
\$50,000 under \$75,000	3 61	5 62	3 71	4 98	4 33	6 17	6 35	9 62	12 83	21 58	41 42	41 10
\$75,000 under \$100,000	4 76	6 84	4 95	6 24	5 12	7 07	7 19	9 99	15 40	23 50	43 23	52 45
\$100,000 under \$200,000	3 16	4 20	3 93	4 55	2 81	3 36	4 78	6 10	9 24	13 33	26 52	41 27
\$200,000 under \$500,000	2 64	3 96	4 44	5 94	2 05	2 60	3 68	4 55	6 74	12 93	20 34	37 01
\$500,000 under \$1,000,000	2 40	4 14	4 12	7 00	1 68	2 26	3 12	3 73	5 73	11 78	15 24	23 87
\$1,000,000 or more	1 12	1 63	1 78	2 77	0 80	0 63	1 23	0 71	2 35	2 36	4 07	2 08
<b>Nontaxable returns, total.....</b>	<b>3.39</b>	<b>4.19</b>	<b>3.55</b>	<b>4.48</b>	<b>5.32</b>	<b>6.78</b>	<b>4.68</b>	<b>3.12</b>	<b>17.12</b>	<b>20.76</b>	<b>34.11</b>	<b>8.99</b>

Footnotes at end of table

Table 1.4CV--Coefficient of Variation for All Returns: Sources of Income, Adjustments, and Tax Items, by Size of Adjusted Gross Income--Continued

(Coefficient of variation for number of returns and amount (percent))

Size of adjusted gross income	Farm				Unemployment compensation		Social security benefits				Foreign-earned income exclusion		Other income	
	Net income		Net loss				Total		Taxable		Number of returns	Amount	Number of returns	Amount
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount						
									(87)	(88)	(89)	(90)	(91)	(92)
All returns, total.....	3.40	4.45	1.96	2.64	1.51	2.08	0.97	1.08	1.11	1.35	4.70	4.89	1.62	2.53
No adjusted gross income	14 14	13 71	4 73	4 76	17 45	23 94	10 61	10 76	23 63	25 23	**	**	10 75	8 60
\$1 under \$5,000	17 50	24 60	14 91	21 87	9 92	11 91	6 10	6 86	50 06	62 02	**	**	6 73	9 62
\$5,000 under \$10,000	14 34	18 66	11 53	18 64	5 18	6 70	4 47	5 00	35 52	39 07	20 62	23 90	6 62	9 85
\$10,000 under \$15,000	15 08	20 79	11 29	14 65	4 37	5 84	4 14	4 56	25 58	35 64	23 67	28 29	6 53	12 38
\$15,000 under \$20,000	14 30	19 38	10 56	14 16	4 51	6 18	4 18	4 59	10 88	20 19	24 06	28 07	6 86	12 02
\$20,000 under \$25,000	15 55	23 76	11 24	20 69	5 04	6 80	3 85	4 22	4 86	7 17	34 15	40 64	7 46	12 12
\$25,000 under \$30,000	15 73	24 14	11 25	15 62	5 68	7 61	3 91	4 31	4 06	4 84	32 77	34 81	8 68	14 63
\$30,000 under \$40,000	12 25	16 73	8 12	10 27	4 49	6 14	2 75	3 10	2 75	3 19	27 56	30 71	5 47	10 09
\$40,000 under \$50,000	12 80	20 37	9 46	11 77	4 76	6 45	3 32	3 82	3 32	3 68	29 39	26 75	6 08	11 35
\$50,000 under \$75,000	9 58	12 06	6 32	8 70	4 11	5 57	2 44	2 77	2 44	2 73	18 44	17 48	4 24	9 39
\$75,000 under \$100,000	14 20	14 64	12 02	14 68	7 14	9 37	3 74	4 19	3 74	4 19	23 32	19 61	5 75	12 49
\$100,000 under \$200,000	10 76	12 62	9 35	10 13	8 56	13 72	3 17	3 48	3 17	3 48	12 66	12 76	4 09	8 23
\$200,000 under \$500,000	12 67	13 90	8 03	9 18	13 02	14 45	3 07	3 24	3 07	3 24	9 07	9 44	3 58	7 95
\$500,000 under \$1,000,000	12 54	16 21	6 36	8 02	14 09	16 00	3 01	3 38	3 01	3 38	9 10	9 41	3 04	8 73
\$1,000,000 or more	6 23	6 65	3 00	3 03	12 00	13 51	1 58	1 76	1 58	1 76	5 26	5 71	1 22	2 89
Taxable returns, total.....	4.17	5.14	2.44	3.41	1.77	2.44	1.04	1.15	1.12	1.36	6.80	6.33	1.77	2.72
No adjusted gross income	19 79	7 88	48 57	20 73	98 28	98 28	24 48	20 27	58 22	62 79	—	**	**	17 54
\$1 under \$5,000	60 23	57 74	95 59	77 55	70 69	87 64	25 95	30 05	99 98	99 98	99 74	**	**	12 01
\$5,000 under \$10,000	32 68	44 68	29 33	34 74	9 45	12 59	8 41	9 00	47 78	52 09	37 72	47 11	10 12	14 52
\$10,000 under \$15,000	22 39	32 92	17 83	24 88	6 31	8 65	5 35	5 83	33 72	43 23	31 15	37 83	8 68	14 03
\$15,000 under \$20,000	18 20	30 01	12 62	18 03	5 96	8 06	4 39	4 82	11 20	21 21	35 22	37 21	8 18	14 40
\$20,000 under \$25,000	19 15	33 91	12 41	24 36	6 06	8 26	3 99	4 38	5 01	7 42	38 81	46 22	8 37	13 83
\$25,000 under \$30,000	18 22	31 30	11 68	16 48	6 00	8 08	4 00	4 40	4 16	4 96	38 19	42 48	9 16	15 59
\$30,000 under \$40,000	12 52	16 85	8 31	10 56	4 56	6 27	2 78	3 13	2 78	3 22	28 73	32 24	5 62	10 43
\$40,000 under \$50,000	12 96	20 56	9 54	12 04	4 79	6 50	3 35	3 85	3 35	3 72	32 20	29 18	6 14	11 55
\$50,000 under \$75,000	9 61	12 12	6 33	8 74	4 11	5 57	2 45	2 78	2 45	2 74	18 45	17 51	4 25	9 48
\$75,000 under \$100,000	14 20	14 65	12 13	14 76	7 14	9 37	3 74	4 19	3 74	4 19	23 35	19 66	5 75	12 52
\$100,000 under \$200,000	10 76	12 62	9 38	10 15	8 56	13 72	3 18	3 48	3 18	3 48	12 74	12 85	4 09	8 24
\$200,000 under \$500,000	12 68	13 90	8 04	9 23	13 02	14 46	3 07	3 25	3 07	3 25	9 11	9 49	3 59	7 97
\$500,000 under \$1,000,000	12 55	16 23	6 37	8 05	14 10	16 02	3 01	3 38	3 01	3 38	9 12	9 44	3 04	8 74
\$1,000,000 or more	6 23	6 65	3 01	3 06	12 00	13 51	1 58	1 76	1 58	1 76	5 28	5 73	1 22	2 89
Nontaxable returns, total.....	7.46	9.23	4.60	4.48	3.08	4.08	2.97	3.35	8.99	12.58	6.87	8.19	4.19	6.24

Footnotes at end of table.

**Table 1.4CV--Coefficient of Variation for All Returns: Sources of Income, Adjustments, and Tax Items, by Size of Adjusted Gross Income--Continued**  
(Coefficient of variation for number of returns and amount (percent))

Size of adjusted gross income	Other income		Net operating loss		Gambling earnings		Total				Statutory adjustments				Moving expense adjustment	
	Net loss		Amount		Amount		Amount		Amount		Amount		Amount		Amount	
	Number of returns	(101)	Number of returns	(103)	Number of returns	(105)	Number of returns	(107)	Number of returns	(109)	Number of returns	(111)	Number of returns	(113)	Number of returns	(114)
All returns, total.....	6.32	5.95	3.44	1.41	3.11	4.34	0.60	1.07	1.84	1.94	2.16	2.74	4.41	6.56		
No adjusted gross income	17.88	12.20	3.63	1.48	25.03	23.84	4.94	9.37	16.59	15.95	27.52	31.15	--	--		
\$1 under \$5,000	36.12	35.57	13.60	23.32	22.64	26.42	3.40	10.01	16.20	17.84	22.88	33.40	49.87	59.28		
\$5,000 under \$10,000	34.21	89.00	16.54	19.61	14.22	17.35	2.48	5.15	12.14	13.16	10.86	13.50	--	--		
\$10,000 under \$15,000	33.41	41.73	18.11	19.52	11.18	15.64	2.73	4.73	9.64	10.44	8.38	10.92	20.86	25.50		
\$15,000 under \$20,000	37.35	52.57	23.63	25.73	11.96	15.95	2.85	6.46	7.77	8.13	7.00	9.20	19.26	28.50		
\$20,000 under \$25,000	42.01	46.55	26.18	34.86	11.77	15.97	2.88	4.25	6.74	7.24	6.89	8.57	16.21	22.46		
\$25,000 under \$30,000	35.30	45.15	27.84	34.52	12.57	16.38	3.07	5.80	7.03	7.51	6.77	8.20	16.77	21.67		
\$30,000 under \$40,000	27.49	46.79	27.88	27.94	9.71	13.00	2.26	3.59	4.78	5.48	5.30	6.38	13.13	20.05		
\$40,000 under \$50,000	25.58	30.31	24.17	27.48	10.46	14.37	2.45	3.96	5.67	6.25	5.54	6.60	13.16	19.81		
\$50,000 under \$75,000	19.15	23.46	19.80	21.27	7.24	11.83	1.90	3.54	4.45	4.82	4.38	5.78	10.31	19.75		
\$75,000 under \$100,000	22.53	26.69	28.16	30.42	9.89	16.13	2.84	4.37	6.48	6.89	--	--	13.65	20.14		
\$100,000 under \$200,000	12.31	13.90	17.34	15.98	8.97	15.13	2.00	2.77	4.69	4.70	--	--	11.05	13.76		
\$200,000 under \$500,000	8.58	10.99	14.65	12.89	8.32	14.12	1.82	2.60	5.11	5.30	--	--	13.34	17.64		
\$500,000 under \$1,000,000	8.38	11.33	13.17	9.31	8.37	16.74	1.67	3.00	5.31	5.37	--	--	14.52	20.23		
\$1,000,000 or more	4.37	5.59	5.78	2.24	4.10	5.27	0.80	1.71	2.92	3.07	--	--	8.29	11.28		
Taxable returns, total.....	7.09	6.96	8.10	2.24	3.39	4.59	0.74	1.13	1.91	2.02	2.30	2.89	4.63	6.88		
No adjusted gross income	20.53	1.06	17.99	2.02	32.36	3.10	27.88	20.61	63.70	65.34	88.10	86.28	--	--		
\$1 under \$5,000	--	--	67.83	75.31	99.95	99.95	14.93	29.17	40.48	46.29	--	--	--	--		
\$5,000 under \$10,000	53.44	93.48	47.74	45.65	37.74	47.50	5.75	9.36	18.01	19.08	18.24	23.26	--	--		
\$10,000 under \$15,000	54.07	64.76	27.98	29.91	15.08	19.17	4.10	6.80	11.61	12.41	10.07	12.68	28.11	34.75		
\$15,000 under \$20,000	47.80	63.09	31.83	38.60	15.20	20.20	3.68	5.43	8.49	8.77	8.23	10.54	21.11	27.14		
\$20,000 under \$25,000	42.02	46.62	34.05	46.09	13.24	18.10	3.45	4.87	7.34	7.79	7.59	9.27	17.23	24.12		
\$25,000 under \$30,000	40.80	51.30	31.71	38.42	13.22	17.50	3.37	6.19	7.36	7.83	7.04	8.44	18.24	23.36		
\$30,000 under \$40,000	29.25	51.60	29.54	32.22	10.02	13.53	2.33	3.75	4.88	5.59	5.37	6.45	13.63	21.22		
\$40,000 under \$50,000	25.93	30.67	26.10	30.49	10.53	14.53	2.48	4.00	5.70	6.27	5.55	6.63	13.27	16.47		
\$50,000 under \$75,000	19.16	23.49	20.22	23.02	7.26	11.94	1.91	3.56	4.46	4.83	4.39	5.79	10.31	19.75		
\$75,000 under \$100,000	22.54	26.70	28.30	32.06	9.89	16.13	2.84	4.37	6.48	6.90	--	--	13.65	20.15		
\$100,000 under \$200,000	12.32	13.91	17.58	16.65	9.00	15.29	2.00	2.77	4.69	4.70	--	--	11.05	13.76		
\$200,000 under \$500,000	8.59	11.03	15.00	13.28	8.37	14.53	1.82	2.60	5.11	5.31	--	--	13.34	17.65		
\$500,000 under \$1,000,000	8.39	11.55	13.51	9.75	8.41	17.11	1.67	3.01	5.31	5.37	--	--	14.53	20.24		
\$1,000,000 or more	4.37	5.59	5.87	2.30	4.12	5.34	0.80	1.71	2.92	3.08	--	--	8.29	11.28		
Nontaxable returns, total.....	14.01	11.47	3.72	1.75	7.82	11.31	1.35	3.63	6.67	7.53	6.32	8.46	14.52	21.62		

Footnotes at end of table.



**Table 1.4CV--Coefficient of Variation for All Returns: Sources of Income, Adjustments, and Tax Items, by Size of Adjusted Gross Income--Continued**  
(Coefficient of variation for number of returns and amount (percent))

Statutory adjustments—continued														
Size of adjusted gross income	Deduction for self-employment tax		Payments to a Keogh plan		Penalty on early withdrawal of savings		Alimony paid		Self-employed health insurance deduction		Medical savings account deduction		Other adjustments	
	Number of returns (115)	Amount (116)	Number of returns (117)	Amount (118)	Number of returns (119)	Amount (120)	Number of returns (121)	Amount (122)	Number of returns (123)	Amount (124)	Number of returns (125)	Amount (126)	Number of returns (127)	Amount (128)
All returns, total.....	0.57	0.97	2.33	2.09	4.25	11.48	4.63	4.63	1.50	1.71	15.09	13.92	8.85	14.77
No adjusted gross income	5.48	6.44	49.52	39.50	21.48	32.88	24.32	22.95	9.11	9.34	92.95	77.20	51.68	71.95
\$1 under \$5,000	3.53	4.97	57.71	58.32	20.88	30.09	52.58	62.03	10.57	12.39	--	--	57.71	81.57
\$5,000 under \$10,000	2.57	3.16	44.17	57.00	15.98	28.33	34.65	49.51	8.15	9.54	57.66	57.88	49.92	56.24
\$10,000 under \$15,000	2.96	3.67	33.13	33.51	15.10	34.75	21.47	24.92	7.33	8.55	77.67	95.68	50.16	88.26
\$15,000 under \$20,000	3.24	4.10	24.04	27.17	15.29	58.91	25.46	30.55	6.83	8.47	--	--	78.56	88.42
\$20,000 under \$25,000	3.45	4.57	20.79	26.88	16.28	32.05	22.36	25.74	6.97	7.95	60.37	60.26	33.83	52.62
\$25,000 under \$30,000	3.74	5.13	19.39	24.08	19.91	52.56	23.40	34.21	7.24	8.78	75.91	89.28	47.79	69.59
\$30,000 under \$40,000	2.75	4.10	13.13	15.52	12.51	37.16	16.97	22.37	5.28	6.20	99.11	99.72	30.93	46.46
\$40,000 under \$50,000	3.01	4.44	12.25	14.82	12.76	26.85	17.15	18.77	5.81	6.87	44.91	56.70	27.92	38.50
\$50,000 under \$75,000	2.33	3.44	7.52	9.56	11.06	30.44	11.29	15.43	4.46	5.60	44.46	49.44	19.52	27.08
\$75,000 under \$100,000	3.25	4.24	7.21	8.04	13.49	31.84	15.10	17.57	5.57	6.15	57.82	61.54	25.21	34.88
\$100,000 under \$200,000	2.23	2.59	3.62	4.08	13.74	24.74	9.51	10.48	3.38	3.78	23.12	24.53	18.30	24.89
\$200,000 under \$500,000	2.07	2.54	3.10	3.35	15.51	44.37	7.94	8.72	2.84	3.67	20.02	17.47	22.20	28.16
\$500,000 under \$1,000,000	1.95	2.93	3.42	3.93	17.28	72.87	6.63	7.54	2.78	3.10	22.34	22.50	23.17	44.11
\$1,000,000 or more	0.96	1.52	2.07	2.70	8.89	16.39	2.99	3.51	1.39	1.66	16.72	17.58	12.65	30.82
Taxable returns, total.....	0.79	1.11	2.36	2.11	4.62	12.46	4.82	4.80	1.66	1.86	15.98	14.46	9.45	12.50
No adjusted gross income	32.31	21.11	40.52	33.71	39.01	27.28	33.10	33.19	44.05	35.66	--	--	--	--
\$1 under \$5,000	17.92	24.85	--	--	35.21	59.67	81.19	81.19	91.93	92.48	--	--	--	--
\$5,000 under \$10,000	6.45	7.80	52.77	53.65	23.61	33.09	61.74	64.48	18.45	20.06	99.85	98.57	99.85	99.95
\$10,000 under \$15,000	4.73	5.90	42.29	41.66	18.70	39.41	28.23	32.12	10.45	12.56	--	--	99.95	99.95
\$15,000 under \$20,000	4.46	5.81	29.14	30.76	17.31	73.23	26.64	32.51	8.71	10.85	--	--	--	--
\$20,000 under \$25,000	4.40	5.93	25.05	32.48	17.46	36.07	25.20	27.55	8.47	9.95	70.69	75.62	33.83	52.62
\$25,000 under \$30,000	4.25	5.92	22.31	25.81	20.46	53.18	23.83	35.65	8.40	10.36	75.91	89.28	60.16	88.70
\$30,000 under \$40,000	2.87	4.31	13.61	16.04	12.60	38.15	17.18	22.66	5.54	6.51	99.11	99.72	32.22	52.35
\$40,000 under \$50,000	3.06	4.52	12.52	15.20	12.81	26.87	17.39	18.95	5.94	7.01	44.91	56.70	28.40	39.68
\$50,000 under \$75,000	2.33	3.45	7.53	9.59	11.09	30.70	11.36	15.74	4.48	5.64	44.46	49.44	19.52	27.08
\$75,000 under \$100,000	3.25	4.25	7.21	8.05	13.49	31.84	15.10	17.57	5.58	6.16	57.82	61.54	25.21	34.88
\$100,000 under \$200,000	2.23	2.60	3.62	4.08	13.74	24.75	9.52	10.50	3.38	3.78	23.12	24.53	18.30	24.89
\$200,000 under \$500,000	2.07	2.54	3.10	3.35	15.53	44.49	7.95	8.73	2.84	3.67	20.02	17.48	22.21	28.16
\$500,000 under \$1,000,000	1.95	2.93	3.42	3.93	17.31	72.89	6.64	7.56	2.78	3.10	22.34	22.50	23.17	44.11
\$1,000,000 or more	0.96	1.52	2.07	2.70	8.93	16.44	2.99	3.52	1.39	1.66	16.72	17.58	12.65	30.82
Nontaxable returns, total.....	1.37	2.13	15.94	18.57	10.96	28.88	16.16	17.35	3.95	4.58	44.94	49.26	24.38	42.38

Footnotes at end of table

Table 1.4CV--Coefficient of Variation for All Returns: Sources of Income, Adjustments, and Tax Items, by Size of Adjusted Gross Income--Continued

(Coefficient of variation for number of returns and amount (percent))

Size of adjusted gross income	Foreign housing adjustment		Basic standard deduction		Additional standard deduction		Total itemized deductions		Exemptions		Taxable income		Income tax before credits	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of exemptions	Amount	Number of returns	Amount	Number of returns	Amount
	(129)	(130)	(131)	(132)	(133)	(134)	(135)	(136)	(137)	(138)	(139)	(140)	(141)	(142)
<b>All returns, total</b> .....	<b>64.52</b>	<b>35.85</b>	<b>0.19</b>	<b>0.25</b>	<b>1.10</b>	<b>1.15</b>	<b>0.42</b>	<b>0.41</b>	<b>0.22</b>	<b>0.22</b>	<b>0.17</b>	<b>0.15</b>	<b>0.17</b>	<b>0.18</b>
No adjusted gross income	99.95	99.95	--	--	--	--	--	--	2.52	2.52	--	--	35.18	36.30
\$1 under \$5,000	--	--	1.04	1.22	4.81	4.89	8.01	11.32	1.94	1.94	2.40	3.07	2.40	4.73
\$5,000 under \$10,000	--	--	1.08	1.11	3.11	3.18	5.68	7.86	1.42	1.42	1.60	1.93	1.60	1.97
\$10,000 under \$15,000	--	--	1.12	1.14	2.72	2.81	4.18	5.16	1.29	1.29	1.33	1.51	1.33	1.52
\$15,000 under \$20,000	--	--	1.22	1.24	3.10	3.24	3.50	4.24	1.35	1.35	1.20	1.37	1.20	1.38
\$20,000 under \$25,000	--	--	1.37	1.40	3.70	3.88	3.16	3.83	1.46	1.46	1.27	1.39	1.27	1.39
\$25,000 under \$30,000	--	--	1.60	1.63	4.51	4.73	3.05	3.27	1.64	1.64	1.41	1.50	1.41	1.51
\$30,000 under \$40,000	--	--	1.31	1.34	3.73	3.95	1.94	2.14	1.25	1.25	1.04	1.09	1.04	1.11
\$40,000 under \$50,000	--	--	1.64	1.68	4.70	4.97	1.78	1.95	1.33	1.33	1.10	1.14	1.10	1.18
\$50,000 under \$75,000	--	--	1.62	1.64	3.77	4.01	1.15	1.27	1.00	1.00	0.85	0.88	0.85	0.92
\$75,000 under \$100,000	--	--	3.42	3.47	6.65	7.05	1.36	1.52	1.35	1.35	1.15	1.17	1.15	1.21
\$100,000 under \$200,000	**	**	4.36	4.44	7.20	7.39	1.22	1.26	1.31	1.32	1.14	1.04	1.14	1.03
\$200,000 under \$500,000	**	**	4.74	4.82	7.95	8.37	1.24	1.37	1.37	2.43	1.17	1.01	1.17	1.01
\$500,000 under \$1,000,000	42.44	45.45	4.23	4.24	9.18	9.50	1.14	1.45	1.25	--	1.05	0.95	1.05	0.97
\$1,000,000 or more	21.21	30.72	2.34	2.40	5.14	5.10	0.55	0.43	0.63	--	0.51	0.21	0.51	0.24
<b>Taxable returns, total</b> .....	<b>33.20</b>	<b>34.59</b>	<b>0.38</b>	<b>0.42</b>	<b>1.27</b>	<b>1.33</b>	<b>0.44</b>	<b>0.41</b>	<b>0.28</b>	<b>0.28</b>	<b>0.19</b>	<b>0.15</b>	<b>0.19</b>	<b>0.18</b>
No adjusted gross income	--	--	--	--	--	--	--	--	14.28	14.30	--	--	37.15	36.87
\$1 under \$5,000	--	--	2.41	3.40	46.98	46.98	29.96	31.78	42.55	42.55	2.41	3.08	2.40	4.73
\$5,000 under \$10,000	--	--	1.70	1.74	5.57	5.59	14.76	16.07	2.39	2.39	1.69	1.99	1.69	2.03
\$10,000 under \$15,000	--	--	1.52	1.54	3.38	3.46	6.26	6.62	1.61	1.61	1.47	1.61	1.47	1.62
\$15,000 under \$20,000	--	--	1.50	1.53	3.14	3.29	4.47	4.64	1.53	1.53	1.42	1.54	1.42	1.55
\$20,000 under \$25,000	--	--	1.56	1.59	3.74	3.91	3.77	3.95	1.56	1.56	1.43	1.51	1.43	1.51
\$25,000 under \$30,000	--	--	1.67	1.71	4.53	4.75	3.34	3.53	1.68	1.68	1.48	1.55	1.48	1.55
\$30,000 under \$40,000	--	--	1.32	1.34	3.73	3.95	2.02	2.16	1.25	1.25	1.05	1.10	1.05	1.12
\$40,000 under \$50,000	--	--	1.64	1.68	4.70	4.97	1.80	1.93	1.34	1.34	1.10	1.14	1.10	1.19
\$50,000 under \$75,000	--	--	1.62	1.64	3.77	4.01	1.15	1.26	1.00	1.00	0.85	0.88	0.85	0.92
\$75,000 under \$100,000	--	--	3.42	3.47	6.65	7.05	1.36	1.52	1.35	1.35	1.15	1.17	1.15	1.21
\$100,000 under \$200,000	**	**	4.36	4.44	7.20	7.39	1.22	1.26	1.31	1.32	1.14	1.04	1.14	1.03
\$200,000 under \$500,000	**	**	4.75	4.82	7.96	8.37	1.25	1.38	1.37	2.44	1.17	1.01	1.17	1.01
\$500,000 under \$1,000,000	42.44	45.45	4.23	4.24	9.18	9.50	1.14	1.46	1.25	--	1.05	0.95	1.05	0.97
\$1,000,000 or more	21.21	30.72	2.34	2.40	5.14	5.10	0.55	0.43	0.63	--	0.51	0.21	0.51	0.24
<b>Nontaxable returns, total</b> .....	<b>99.44</b>	<b>99.04</b>	<b>0.62</b>	<b>0.64</b>	<b>2.44</b>	<b>2.53</b>	<b>2.34</b>	<b>2.85</b>	<b>0.73</b>	<b>0.73</b>	<b>1.41</b>	<b>1.83</b>	<b>1.41</b>	<b>1.84</b>

\* Estimate should be used with caution due to the small number of sample returns on which it is based.

\*\* Data deleted to avoid disclosure of information for specific taxpayers.

NOTE: Detail may not add to totals because of rounding.

Table 2.1--Returns with Itemized Deductions: Sources of Income, Adjustments, Itemized Deductions by Type, Exemptions, and Tax Items, by Size of Adjusted Gross Income

(All figures are estimates based on samples--money amounts are in thousands of dollars)

Size of adjusted gross income	Number of returns	Adjusted gross income less deficit		Salaries and wages		Taxable interest		Tax-exempt interest		Dividends		State income tax refunds	
		Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns
<b>All returns, total</b>	<b>38,186,186</b>	<b>3,466,035,010</b>	<b>33,456,098</b>	<b>2,348,081,821</b>	<b>31,157,126</b>	<b>103,247,114</b>	<b>3,099,269</b>	<b>41,567,873</b>	<b>16,395,284</b>	<b>88,633,911</b>	<b>17,960,974</b>	<b>13,915,090</b>	
Under \$5,000	177,425	497,086	70,411	789,564	118,999	200,812	13,336	75,493	79,346	122,073	31,907	18,917	
\$5,000 under \$10,000	427,804	3,431,804	179,342	1,790,935	323,163	627,103	25,291	155,359	150,249	352,131	68,238	29,884	
\$10,000 under \$15,000	819,404	10,446,197	447,518	5,184,270	563,571	1,186,324	39,160	344,790	275,072	555,942	187,210	74,817	
\$15,000 under \$20,000	1,195,670	21,022,579	740,502	11,568,375	800,015	1,775,558	51,063	357,226	387,202	935,747	328,444	124,401	
\$20,000 under \$25,000	1,523,889	34,401,046	1,121,862	22,296,555	1,022,400	1,966,433	56,314	224,717	400,913	815,297	525,311	192,592	
\$25,000 under \$30,000	1,706,864	47,136,441	1,460,597	36,583,429	1,103,591	1,925,012	47,003	158,908	438,682	953,067	665,124	277,940	
\$30,000 under \$35,000	1,962,341	63,872,050	1,683,327	49,545,891	1,369,583	1,898,733	77,027	472,732	470,106	1,139,203	866,805	352,525	
\$35,000 under \$40,000	2,109,698	79,174,795	1,858,113	63,469,330	1,487,973	1,877,243	77,725	753,010	567,793	1,215,832	976,226	407,033	
\$40,000 under \$45,000	2,215,260	94,233,091	2,005,012	77,720,292	1,610,720	1,812,626	75,618	570,495	602,441	1,470,523	1,045,793	492,991	
\$45,000 under \$50,000	2,355,162	111,894,967	2,166,097	93,331,425	1,848,720	2,216,017	95,161	600,579	767,486	1,654,230	1,186,752	555,355	
\$50,000 under \$55,000	2,239,536	117,813,443	2,058,039	98,153,233	1,747,601	2,424,094	111,833	820,705	804,332	1,660,373	1,193,478	585,054	
\$55,000 under \$60,000	2,164,330	124,380,781	1,973,348	101,579,142	1,769,697	2,835,656	111,217	654,409	758,239	1,663,332	1,091,814	590,776	
\$60,000 under \$75,000	5,758,624	386,750,203	5,356,310	322,307,583	4,864,799	6,829,175	297,025	1,813,040	2,253,550	4,874,475	3,088,497	1,626,995	
\$75,000 under \$100,000	5,911,613	507,729,759	5,507,489	414,660,345	5,294,065	10,195,749	447,028	3,459,075	2,940,483	7,898,823	3,065,358	1,931,341	
\$100,000 under \$200,000	5,699,494	750,784,451	5,181,389	555,849,182	5,359,533	19,253,317	858,673	7,674,803	3,844,961	18,580,353	2,719,961	2,540,463	
\$200,000 under \$500,000	1,485,345	428,628,355	1,282,241	253,580,870	1,444,698	14,550,697	482,984	8,603,926	1,250,023	15,818,261	694,065	1,549,697	
\$500,000 under \$1,000,000	277,847	187,332,436	233,151	92,246,135	273,470	7,934,684	134,955	4,446,664	255,611	7,861,692	138,356	713,984	
\$1,000,000 or more	155,879	496,505,525	131,350	147,425,267	154,527	23,737,882	97,855	10,426,941	148,796	21,062,558	87,638	1,850,323	
<b>Taxable returns, total</b>	<b>35,731,257</b>	<b>3,416,485,201</b>	<b>31,902,173</b>	<b>2,316,472,155</b>	<b>29,475,046</b>	<b>98,781,503</b>	<b>2,993,941</b>	<b>40,192,021</b>	<b>15,641,090</b>	<b>86,397,803</b>	<b>17,233,438</b>	<b>13,485,011</b>	
<b>Non-taxable returns, total</b>	<b>2,454,929</b>	<b>49,549,809</b>	<b>1,553,925</b>	<b>31,609,666</b>	<b>1,682,080</b>	<b>4,465,612</b>	<b>105,828</b>	<b>1,375,853</b>	<b>754,194</b>	<b>2,236,108</b>	<b>727,537</b>	<b>430,079</b>	
<b>Sales of adjusted gross income</b>													
Size of adjusted gross income	Number of returns	Alimony received		Business or profession net income less loss		Sales of capital assets net gain less loss		Sales of property other than capital assets		Taxable IRA distributions		Taxable pensions and annuities	
		Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns
<b>All returns, total</b>	<b>217,518</b>	<b>3,518,634</b>	<b>7,966,575</b>	<b>143,369,395</b>	<b>13,984,641</b>	<b>360,741,691</b>	<b>1,006,471</b>	<b>-511,683</b>	<b>3,290,358</b>	<b>43,234,649</b>	<b>7,787,239</b>	<b>131,605,713</b>	
Under \$5,000	*969	*4,673	69,804	-68,224	74,920	44,077	9,020	-11,201	11,629	46,035	19,765	80,319	
\$5,000 under \$10,000	*6,003	*30,449	124,830	563,050	122,563	137,906	15,501	-68,599	127,906	204,257	143,068	794,283	
\$10,000 under \$15,000	*5,687	*40,151	193,796	1,103,311	236,268	413,811	12,852	3,442	89,688	386,630	245,450	1,762,121	
\$15,000 under \$20,000	15,262	152,796	264,411	2,189,847	295,901	568,337	18,673	-38,233	118,794	535,837	359,527	3,458,496	
\$20,000 under \$25,000	20,947	225,655	350,772	3,163,495	341,469	818,988	28,201	-32,613	127,559	842,022	390,591	4,530,744	
\$25,000 under \$30,000	20,943	149,107	338,072	2,546,042	372,556	679,464	24,353	-12,709	98,660	556,719	306,764	3,466,893	
\$30,000 under \$35,000	18,125	210,496	400,641	3,733,106	414,527	985,157	24,519	-114,544	144,924	912,120	381,210	4,463,176	
\$35,000 under \$40,000	14,167	232,658	419,689	3,411,187	450,322	1,373,511	37,642	-107,347	144,898	1,047,884	396,445	4,849,176	
\$40,000 under \$45,000	19,819	185,512	464,485	4,271,643	475,623	1,591,078	42,189	-72,020	154,814	1,056,837	391,333	4,950,592	
\$45,000 under \$50,000	*5,844	*167,962	430,347	3,474,020	605,552	1,836,244	29,620	-59,118	181,072	1,204,588	421,108	5,938,431	
\$50,000 under \$55,000	14,038	258,856	444,402	4,293,194	627,571	1,989,949	29,424	10,654	178,847	1,240,044	411,050	5,540,170	
\$55,000 under \$60,000	11,054	432,309	432,309	4,551,577	608,797	2,083,108	37,253	-37,253	210,199	1,836,912	423,648	5,976,493	
\$60,000 under \$75,000	26,458	662,123	1,088,340	12,072,834	1,828,626	7,263,503	98,190	-30,495	472,067	4,612,721	1,137,185	19,306,223	
\$75,000 under \$100,000	17,958	249,210	1,159,465	17,450,746	2,484,704	13,423,266	124,782	-48,249	661,522	7,193,465	1,174,649	23,573,169	
\$100,000 under \$200,000	16,840	467,049	1,260,220	38,890,403	3,433,180	40,513,422	237,764	-18,323	493,902	12,330,055	1,211,680	29,212,648	
\$200,000 under \$500,000	2,143	186,608	419,638	28,512,576	1,208,737	48,054,808	145,473	-32,550	133,708	6,356,202	50,308	10,312,315	
\$500,000 under \$1,000,000	372	38,729	67,631	6,954,546	253,706	34,515,744	45,722	7,058	21,578	1,795,742	29,024	1,732,580	
\$1,000,000 or more	292	36,583	37,722	6,256,043	149,617	204,449,317	39,143	150,417	10,537	1,076,579	7,243,412	1,657,883	
<b>Taxable returns, total</b>	<b>188,597</b>	<b>3,293,131</b>	<b>7,178,836</b>	<b>136,896,568</b>	<b>13,300,223</b>	<b>358,346,836</b>	<b>935,161</b>	<b>-296,684</b>	<b>3,129,585</b>	<b>42,192,786</b>	<b>7,243,412</b>	<b>127,378,986</b>	
<b>Non-taxable returns, total</b>	<b>28,922</b>	<b>225,503</b>	<b>787,739</b>	<b>6,472,827</b>	<b>684,418</b>	<b>2,394,856</b>	<b>71,310</b>	<b>-214,999</b>	<b>160,773</b>	<b>1,041,863</b>	<b>543,826</b>	<b>4,226,717</b>	

Footnotes at end of table



Table 2.1--Returns with Itemized Deductions: Sources of Income, Adjustments, Itemized Deductions by Type, Exemptions, and Tax Items, by Size of Adjusted Gross Income--Continued

(All figures are estimates based on samples--money amounts are in thousands of dollars)

Size of adjusted gross income	Rent and royalty net income		Rent and royalty net loss		Farm rental net income less loss		Partnership and S Corporation net income less loss		Estate and trust net income less loss		Farm net income less loss	
	Number of returns (25)	Amount (26)	Number of returns (27)	Amount (28)	Number of returns (29)	Amount (30)	Number of returns (31)	Amount (32)	Number of returns (33)	Amount (34)	Number of returns (35)	Amount (36)
All returns, total.....	3,132,008	37,834,364	3,445,134	23,420,660	254,938	1,494,131	4,265,360	183,982,944	336,306	8,294,486	618,085	-3,965,581
Under \$5,000.....	27,783	137,948	22,127	198,776	*1,897	*-11,362	23,287	-131,360	9	*-122	2,541	-56,080
\$5,000 under \$10,000.....	39,783	159,473	42,503	282,418	8,653	-9,451	31,995	-597,700	*2,114	*2,269	11,607	-23,120
\$10,000 under \$15,000.....	85,019	415,752	71,544	386,092	12,397	35,299	50,396	-67,294	6,790	27,170	19,609	-114,641
\$15,000 under \$20,000.....	86,156	441,526	85,841	553,204	10,694	50,571	77,913	85,078	6,472	39,842	22,367	-90,409
\$20,000 under \$25,000.....	98,110	467,060	114,374	700,454	*5,663	*34,882	81,825	-90,342	7,842	57,087	20,184	-72,097
\$25,000 under \$30,000.....	91,721	512,436	119,195	672,747	10,712	4,443	90,667	352,379	*1,928	*265	32,612	-298,293
\$30,000 under \$35,000.....	116,727	612,676	136,514	731,366	10,206	70,817	105,545	207,504	11,811	23,915	18,223	-131,661
\$35,000 under \$40,000.....	122,918	586,485	126,170	679,746	12,309	49,578	119,905	279,903	10,364	84,626	24,016	-202,347
\$40,000 under \$45,000.....	102,875	491,256	170,426	1,073,084	7,537	12,234	120,359	145,471	12,367	78,427	29,298	-28,952
\$45,000 under \$50,000.....	137,028	689,502	166,825	967,280	8,061	64,111	164,279	572,040	4,833	20,428	31,329	-92,648
\$50,000 under \$55,000.....	137,899	793,372	153,896	891,244	11,416	56,351	133,957	437,436	12,745	44,251	42,288	-279,663
\$55,000 under \$60,000.....	134,577	976,101	212,789	1,091,437	9,105	50,221	145,985	1,106,173	13,307	77,287	34,904	-133,912
\$60,000 under \$75,000.....	327,533	2,088,820	458,566	2,611,624	32,370	245,322	425,278	2,594,889	25,486	104,486	122,625	-427,396
\$75,000 under \$100,000.....	455,563	3,701,245	568,554	3,617,935	41,758	204,369	619,236	5,439,623	57,083	502,158	68,800	-294,355
\$100,000 under \$200,000.....	729,255	8,541,555	722,928	4,893,965	52,977	382,345	1,128,529	24,846,442	85,987	1,396,061	84,226	-455,479
\$200,000 under \$500,000.....	311,576	8,069,349	196,343	2,295,479	13,635	215,387	651,998	42,632,938	48,352	1,431,666	37,423	-557,944
\$500,000 under \$1,000,000.....	77,470	3,543,339	47,682	855,407	3,609	22,129	176,749	29,158,316	15,756	935,555	9,598	-211,253
\$1,000,000 or more.....	50,015	5,606,470	28,857	918,404	1,938	16,885	117,456	77,011,448	13,061	3,469,114	6,434	-495,332
Taxable returns, total.....	2,889,704	36,413,722	3,198,214	21,464,208	227,941	1,460,604	4,036,755	185,478,739	325,344	8,255,967	560,961	-3,714,271
Nontaxable returns, total.....	242,304	1,420,643	246,920	1,956,453	26,997	33,527	228,605	-1,495,794	10,963	38,519	57,124	-251,310
Size of adjusted gross income	Unemployment compensation		Taxable social security benefits		Foreign-earned income exclusion		Other income less loss		Total statutory adjustments			
	Number of returns (37)	Amount (38)	Number of returns (39)	Amount (40)	Number of returns (41)	Amount (42)	Number of returns (43)	Amount (44)	Number of returns (45)	Amount (46)		
All returns, total.....	2,065,900	5,647,133	4,034,421	37,292,125	66,153	3,460,616	2,650,430	15,787,426	9,749,985	35,595,282		
Under \$5,000.....	*2,872	*12,588	6,992	15,818	*4,042	*289,963	7,158	-3,102	49,542	50,046		
\$5,000 under \$10,000.....	9,335	36,186	1,952	10,544	*1,805	*45,744	21,811	33,814	116,849	182,841		
\$10,000 under \$15,000.....	42,276	136,810	14,010	44,978	*3,719	*203,592	41,466	83,035	196,506	266,837		
\$15,000 under \$20,000.....	77,681	253,083	40,537	102,923	*3,769	*152,059	59,336	38,647	300,295	522,649		
\$20,000 under \$25,000.....	90,188	283,430	192,300	285,309	*1,957	*95,543	64,382	130,222	421,004	724,246		
\$25,000 under \$30,000.....	130,772	390,456	222,121	464,840	*-4,113	*-147,475	64,545	104,324	395,852	758,304		
\$30,000 under \$35,000.....	139,282	451,696	285,988	1,016,970	**	**	98,547	132,318	467,352	906,814		
\$35,000 under \$40,000.....	140,436	352,546	279,347	1,411,269	**	**	111,339	256,317	485,991	907,289		
\$40,000 under \$45,000.....	158,062	388,754	236,771	1,535,141	*883	*13,863	134,349	235,162	562,297	1,084,867		
\$45,000 under \$50,000.....	187,850	472,399	221,576	1,742,748	*4,808	*211,793	113,263	174,930	558,176	1,015,798		
\$50,000 under \$55,000.....	144,252	368,700	232,929	2,048,626	*2,885	*186,018	127,780	338,020	544,567	1,129,644		
\$55,000 under \$60,000.....	152,014	386,179	249,460	2,542,443	*1,055	*69,152	150,232	337,825	547,777	1,282,851		
\$60,000 under \$75,000.....	344,937	791,466	560,207	6,196,677	3,517	222,087	367,847	767,716	1,368,499	2,907,567		
\$75,000 under \$100,000.....	267,850	757,168	591,734	7,165,842	5,601	282,314	410,570	1,209,891	1,238,738	4,310,441		
\$100,000 under \$200,000.....	154,293	477,466	622,492	8,507,831	15,875	835,163	575,450	3,479,921	1,644,793	9,639,957		
\$200,000 under \$500,000.....	20,793	74,459	3,138,815	502,024	8,250	502,024	204,954	2,917,388	637,460	6,843,861		
\$500,000 under \$1,000,000.....	2,391	10,945	42,492	667,445	2,509	136,513	56,140	1,447,969	131,212	1,739,271		
\$1,000,000 or more.....	616	2,803	23,407	393,905	1,364	87,311	41,260	4,101,028	83,053	1,321,979		
Taxable returns, total.....	1,912,233	5,150,462	3,895,345	36,683,198	55,139	2,866,615	2,523,564	15,503,891	8,934,940	33,930,824		
Nontaxable returns, total.....	153,667	496,671	135,075	608,927	11,014	594,000	126,866	283,535	815,045	1,664,458		

Footnotes at end of table

(All figures are estimates based on samples--money amounts are in thousands of dollars)

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**Table 2.1--Returns with Itemized Deductions: Sources of Income, Adjustments, Itemized Deductions by Type, Exemptions, and Tax Items, by Size of Adjusted Gross Income--Continued**

(All figures are estimates based on samples--money amounts are in thousands of dollars)

Total itemized deductions--continued														
Size of adjusted gross income	Interest paid deduction--continued					Deductible points		Investment interest expense deduction		Total			Contributions deduction	
	Paid to financial institutions		Paid to individuals		Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	
	Number of returns	Amount	Number of returns	Amount										
														(70)
All returns, total.....	31,109,614	247,942,873	1,767,626	6,454,266	2,891,398	2,065,979	1,752,872	15,161,196	33,835,992	109,240,078	32,667,876	80,114,372		
Under \$5,000.....	110,763	843,791	1,948	943	3,282	553	10,902	48,545	96,427	54,896	88,914	67,212		
\$5,000 under \$10,000.....	244,320	1,482,595	10,033	30,165	8,088	2,230	12,471	23,857	280,697	315,938	292,313	292,313		
\$10,000 under \$15,000.....	498,746	2,719,414	32,014	105,562	27,475	36,506	14,056	41,261	555,073	723,046	524,036	661,313		
\$15,000 under \$20,000.....	750,754	4,269,955	49,830	171,952	46,051	41,094	18,234	41,092	951,798	1,432,948	907,852	1,230,557		
\$20,000 under \$25,000.....	1,102,217	6,528,681	51,633	154,921	58,510	45,828	29,431	49,029	1,209,222	1,865,246	1,155,278	1,536,554		
\$25,000 under \$30,000.....	1,298,678	7,462,182	60,152	209,942	74,886	46,214	28,158	42,941	1,381,179	2,295,614	1,322,630	1,888,459		
\$30,000 under \$35,000.....	1,557,134	8,917,035	75,327	255,045	90,504	70,040	33,124	137,264	1,615,768	2,585,064	1,529,597	2,167,393		
\$35,000 under \$40,000.....	1,696,730	10,251,691	91,489	311,816	123,451	111,826	34,197	49,419	1,796,077	2,919,045	1,711,197	2,433,421		
\$40,000 under \$45,000.....	1,837,120	11,103,322	83,668	393,797	142,743	119,569	39,822	83,068	1,901,473	3,190,769	1,810,265	2,610,161		
\$45,000 under \$50,000.....	1,996,763	12,579,782	109,687	283,470	136,313	102,115	43,098	82,396	2,070,547	3,338,982	1,975,632	2,868,482		
\$50,000 under \$55,000.....	1,883,267	12,347,134	110,638	352,582	143,390	122,127	40,375	74,635	1,978,707	3,686,849	1,908,451	3,069,062		
\$55,000 under \$60,000.....	1,832,071	12,240,977	94,050	324,953	149,675	115,331	41,791	89,473	1,938,145	3,861,016	1,879,995	3,243,944		
\$60,000 under \$75,000.....	5,049,124	36,596,558	270,524	977,404	491,598	274,067	171,825	385,586	5,243,987	10,958,420	5,050,740	9,223,137		
\$75,000 under \$100,000.....	5,064,076	41,889,924	292,175	939,208	561,989	358,529	250,359	620,193	5,560,134	13,470,663	5,401,174	11,200,968		
\$100,000 under \$200,000.....	4,722,056	51,207,730	324,624	1,145,441	591,646	414,418	498,511	1,726,412	5,412,976	19,611,686	5,310,573	15,694,036		
\$200,000 under \$500,000.....	1,165,968	19,691,313	87,815	524,372	194,385	147,065	309,197	2,450,988	1,422,517	12,190,437	1,408,171	9,052,216		
\$500,000 under \$1,000,000.....	200,023	4,659,029	14,540	150,470	32,757	34,949	99,550	1,725,837	269,582	5,597,901	267,412	3,575,105		
\$1,000,000 or more.....	99,805	3,151,759	7,478	122,222	14,656	23,516	77,771	7,489,202	151,683	21,141,556	150,696	9,299,041		
Taxable returns, total.....	29,309,103	233,248,820	1,653,583	5,878,657	2,760,155	1,890,883	1,667,342	14,088,996	32,051,171	106,072,922	30,962,983	77,425,864		
Nontaxable returns, total.....	1,800,511	14,694,053	114,042	576,609	131,243	175,096	85,530	1,072,200	1,784,821	3,167,156	1,704,893	2,688,507		

Size of adjusted gross income	Total itemized deductions--continued												
	Contributions deduction--continued					Carryover from prior years		Casualty or theft loss deduction		Total		Miscellaneous deductions subject to 2% AGI limitation	
	Other than cash contributions		Number of returns		Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	Number of returns	Amount	Number of returns	Amount									
All returns, total.....	18,105,987	29,255,985	310,877	12,341,753	99,459	1,193,534	8,842,525	40,546,291	11,604,865	41,570,155			
Under \$5,000.....	31,383	14,538	13,253	30,288	2,866	47,937	57,608	80,049	16,542	41,013			
\$5,000 under \$10,000.....	102,347	66,902	18,817	44,306	1,947	53,116	99,724	174,851	40,676	133,439			
\$10,000 under \$15,000.....	203,012	113,702	15,432	35,201	5,751	80,154	170,918	459,476	116,677	342,061			
\$15,000 under \$20,000.....	430,450	205,859	23,583	228,715	3,801	17,638	305,740	1,052,794	272,765	905,886			
\$20,000 under \$25,000.....	561,310	273,904	19,904	1,082,910	4,955	86,653	366,987	1,309,549	340,320	1,133,061			
\$25,000 under \$30,000.....	636,852	325,870	29,744	169,773	4,036	20,277	448,958	1,751,649	501,803	1,684,730			
\$30,000 under \$35,000.....	831,902	417,326	113,702	37,649	9,518	70,852	517,799	2,036,926	624,715	2,082,469			
\$35,000 under \$40,000.....	911,838	423,979	28,847	176,480	9,822	15,851	562,345	2,231,786	671,419	2,409,960			
\$40,000 under \$45,000.....	1,013,631	629,651	14,430	54,639	12,733	134,106	644,397	2,421,396	816,544	2,578,797			
\$45,000 under \$50,000.....	1,048,926	541,277	11,765	76,384	10,959	83,644	584,483	2,196,169	802,729	2,397,321			
\$50,000 under \$55,000.....	984,240	580,386	17,179	38,790	7,757	548,366	774,346	2,141,860	774,346	2,415,343			
\$55,000 under \$60,000.....	974,629	572,727	9,702	37,910	5,778	82,026	516,718	2,202,208	762,450	2,374,703			
\$60,000 under \$75,000.....	2,849,439	1,818,743	20,689	467,634	3,838	11,393	1,322,942	5,075,328	1,936,985	5,980,756			
\$75,000 under \$100,000.....	3,267,636	2,190,603	21,774	953,706	10,752	85,358	1,282,272	5,357,264	1,944,943	6,523,801			
\$100,000 under \$200,000.....	3,240,580	4,253,915	31,184	902,432	3,608	72,660	1,113,555	6,654,059	1,622,293	7,523,487			
\$200,000 under \$500,000.....	805,323	3,388,885	14,601	1,768,617	1,178	100,530	246,828	2,833,430	309,045	2,313,736			
\$500,000 under \$1,000,000.....	138,102	2,198,771	4,456	1,253,654	98	27,601	35,271	851,791	37,756	424,402			
\$1,000,000 or more.....	74,385	11,238,947	5,253	4,560,663	62	30,838	17,613	1,715,707	12,859	305,189			
Taxable returns, total.....	17,351,883	28,632,113	231,778	10,494,627	76,979	656,921	8,234,308	38,053,508	11,153,768	39,592,319			
Nontaxable returns, total.....	754,104	623,871	79,100	1,847,125	22,480	536,613	608,217	2,492,783	451,097	1,977,836			

Footnotes at end of table.



**Table 2.1--Returns with Itemized Deductions: Sources of Income, Adjustments, Itemized Deductions by Type, Exemptions, and Tax Items, by Size of Adjusted Gross Income--Continued**  
(All figures are estimates based on samples--money amounts are in thousands of dollars)

Size of adjusted gross income	Total itemized deductions--continued										Exemptions		Taxable income	
	Miscellaneous deductions subject to 2% AGI limitation--continued		Gambling loss deduction		Miscellaneous deductions other than gambling		Total unlimited miscellaneous deduction		Number of exemptions	Amount	Number of returns	Amount	Number of returns	Amount
	Tax preparation fees		Number of returns	Amount	Number of returns	Amount	Number of returns	Amount						
	Number of returns	Amount							Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
All returns, total.....	13,146,734	3,269,952	666,320	6,158,655	232,526	878,365	885,877	7,037,020	95,292,354	253,111,491	36,443,015	2,551,980,140	36,443,015	2,551,980,140
Under \$5,000 .....	41,339	13,563	956	2,169	2,934	9904	3,889	12,073	266,979	717,198	13,155	23,821	13,155	23,821
\$5,000 under \$10,000.....	124,662	18,819	7,604	38,019	3,918	5,545	11,522	43,564	588,073	1,586,387	74,145	137,083	74,145	137,083
\$10,000 under \$15,000.....	242,584	36,884	20,046	66,037	1,900	1,783	21,946	67,820	1,275,697	3,440,217	411,097	1,459,975	411,097	1,459,975
\$15,000 under \$20,000 .....	429,596	59,547	29,179	129,760	4,629	8,228	31,960	137,988	2,055,758	5,541,488	852,197	4,964,864	852,197	4,964,864
\$20,000 under \$25,000.....	481,729	80,182	26,167	93,468	14,080	56,482	39,316	149,950	2,896,644	7,814,572	1,317,767	11,881,568	1,317,767	11,881,568
\$25,000 under \$30,000.....	554,056	77,367	27,042	138,087	6,968	1,947	34,002	140,034	3,441,417	9,284,622	1,606,253	20,589,520	1,606,253	20,589,520
\$30,000 under \$35,000.....	683,524	100,280	31,609	153,745	15,199	58,001	45,860	211,746	4,053,393	10,935,220	1,909,204	32,050,208	1,909,204	32,050,208
\$35,000 under \$40,000.....	713,904	105,763	32,399	165,833	13,825	46,538	46,224	212,370	4,695,227	12,667,084	2,075,211	42,652,773	2,075,211	42,652,773
\$40,000 under \$45,000.....	828,448	127,001	32,982	163,745	11,530	37,996	43,595	201,742	5,139,423	13,866,841	2,190,639	54,785,536	2,190,639	54,785,536
\$45,000 under \$50,000.....	854,994	135,609	37,727	205,805	21,006	16,554	58,733	222,359	5,875,532	15,856,813	2,341,265	67,665,365	2,341,265	67,665,365
\$50,000 under \$55,000.....	793,751	141,480	35,411	113,167	16,933	27,608	48,299	140,775	5,808,440	15,678,204	2,226,432	73,265,573	2,226,432	73,265,573
\$55,000 under \$60,000.....	741,987	127,443	42,440	204,975	9,846	7,702	50,264	212,677	5,879,426	15,865,529	2,158,801	79,444,518	2,158,801	79,444,518
\$60,000 under \$75,000.....	1,595,186	359,518	93,487	485,192	14,769	53,175	107,266	518,367	16,425,456	44,337,704	5,749,728	258,554,799	5,749,728	258,554,799
\$75,000 under \$100,000.....	2,054,805	454,455	126,178	788,103	22,279	58,816	148,457	846,919	17,413,752	47,002,020	5,904,691	359,654,996	5,904,691	359,654,996
\$100,000 under \$200,000.....	1,920,162	688,079	85,037	982,193	48,582	146,535	132,745	1,128,729	16,576,184	44,344,494	5,695,416	571,699,508	5,695,416	571,699,508
\$200,000 under \$500,000.....	535,249	413,110	27,627	1,085,456	17,109	152,995	44,438	1,238,451	2,900,954	4,173,099	1,483,936	361,651,562	1,483,936	361,651,562
\$500,000 under \$1,000,000.....	97,713	144,936	6,585	523,153	4,164	83,491	10,742	606,644	-	-	277,502	165,050,169	-	165,050,169
\$1,000,000 or more.....	53,044	185,916	3,845	839,749	2,856	105,064	6,619	944,813	-	-	155,574	446,448,303	-	446,448,303
Taxable returns, total.....	12,370,319	3,104,675	613,617	5,704,423	212,748	783,659	814,332	6,488,082	88,568,973	234,977,624	35,720,820	2,548,082,860	35,720,820	2,548,082,860
Nontaxable returns, total.....	776,415	165,277	52,703	454,232	19,778	94,706	71,545	548,938	6,723,380	18,133,867	722,195	3,897,280	722,195	3,897,280

Size of adjusted gross income	Income tax before credits				Total tax credits				Income tax after credits				Alternative minimum tax				Total income tax	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount		
	(104)	(105)	(106)	(107)	(108)	(109)	(110)	(111)	(112)	(113)	(114)	(115)	(116)	(117)	(118)	(119)		
All returns, total.....	36,443,974	597,555,416	15,105,572	15,525,163	35,719,303	582,030,253	764,438	4,642,089	35,731,257	586,681,215	35,731,257	586,681,215	35,731,257	586,681,215	35,731,257	586,681,215		
Under \$5,000 .....	13,155	3,286	1,848	73	12,231	3,213	44	2,241	12,275	5,455	12,275	5,455	12,275	5,455	12,275	5,455		
\$5,000 under \$10,000.....	73,197	23,933	16,491	990	70,333	22,943	160	6,359	70,493	29,302	70,493	29,302	70,493	29,302	70,493	29,302		
\$10,000 under \$15,000.....	412,986	221,155	53,562	9,575	389,463	211,581	1,007	3,213	389,554	214,794	389,554	214,794	389,554	214,794	389,554	214,794		
\$15,000 under \$20,000.....	852,201	732,102	137,064	51,318	761,767	680,784	886	3,465	762,292	684,249	762,292	684,249	762,292	684,249	762,292	684,249		
\$20,000 under \$25,000.....	1,317,799	1,770,425	360,539	214,455	1,089,596	1,555,969	1,087	6,532	1,099,732	1,562,502	1,099,732	1,562,502	1,099,732	1,562,502	1,099,732	1,562,502		
\$25,000 under \$30,000.....	1,606,647	3,071,034	517,835	328,294	1,452,015	2,742,740	2,917	5,668	1,453,043	2,748,408	1,453,043	2,748,408	1,453,043	2,748,408	1,453,043	2,748,408		
\$30,000 under \$35,000.....	1,909,203	4,843,403	637,488	424,478	1,815,173	3,603	3,603	8,300	1,815,222	4,427,409	1,815,222	4,427,409	1,815,222	4,427,409	1,815,222	4,427,409		
\$35,000 under \$40,000.....	2,074,325	6,539,944	760,217	572,177	2,005,426	5,967,767	3,146	3,488	2,006,362	5,971,256	2,006,362	5,971,256	2,006,362	5,971,256	2,006,362	5,971,256		
\$40,000 under \$45,000.....	2,190,640	8,726,898	902,539	689,473	2,164,459	8,037,425	9,080	3,942	2,165,377	8,041,367	2,165,377	8,041,367	2,165,377	8,041,367	2,165,377	8,041,367		
\$45,000 under \$50,000.....	2,341,265	10,995,543	1,045,002	874,199	2,321,389	10,121,344	4,001	3,980	2,321,429	10,125,324	2,321,429	10,125,324	2,321,429	10,125,324	2,321,429	10,125,324		
\$50,000 under \$55,000.....	2,226,432	11,979,681	1,031,677	904,434	2,218,835	11,075,247	7,948	8,213	2,220,127	11,083,460	2,220,127	11,083,460	2,220,127	11,083,460	2,220,127	11,083,460		
\$55,000 under \$60,000.....	2,158,909	12,992,193	1,021,026	886,380	2,155,192	12,105,813	11,885	8,487	2,155,660	12,114,300	2,155,660	12,114,300	2,155,660	12,114,300	2,155,660	12,114,300		
\$60,000 under \$75,000.....	5,749,728	44,240,448	2,910,004	2,679,155	5,740,116	41,561,293	43,431	45,711	5,740,263	41,607,003	5,740,263	41,607,003	5,740,263	41,607,003	5,740,263	41,607,003		
\$75,000 under \$100,000.....	5,904,699	69,471,688	3,116,617	2,757,012	5,902,752	66,714,676	106,140	154,075	5,905,202	66,868,751	5,905,202	66,868,751	5,905,202	66,868,751	5,905,202	66,868,751		
\$100,000 under \$200,000.....	5,695,764	129,925,996	1,920,870	1,383,961	5,694,297	128,542,036	267,164	774,192	5,696,558	129,316,228	5,696,558	129,316,228	5,696,558	129,316,228	5,696,558	129,316,228		
\$200,000 under \$500,000.....	1,483,940	102,021,362	464,528	862,021	1,483,493	101,159,341	236,974	1,610,347	1,484,269	102,769,691	1,484,269	102,769,691	1,484,269	102,769,691	1,484,269	102,769,691		
\$500,000 under \$1,000,000.....	277,503	52,834,705	122,602	716,525	277,259	52,118,180	43,094	720,263	277,655	52,838,443	277,655	52,838,443	277,655	52,838,443	277,655	52,838,443		
\$1,000,000 or more.....	155,581	137,161,619	85,662	2,170,642	155,507	134,990,977	21,870	1,273,612	155,744	136,273,275	155,744	136,273,275	155,744	136,273,275	155,744	136,273,275		
Taxable returns, total.....	35,723,102	596,965,345	14,384,700	14,935,092	35,719,303	582,030,253	764,438	4,642,089	35,731,257	586,681,215	35,731,257	586,681,215	35,731,257	586,681,215	35,731,257	586,681,215		
Nontaxable returns, total.....	720,873	590,071	720,873	590,071	720,873	590,071	720,873	590,071	720,873	590,071	720,873	590,071	720,873	590,071	720,873	590,071		

\* Estimate should be used with caution due to the small number of sample returns on which it is based

\*\*Data combined to avoid disclosure of information for specific taxpayers

NOTE: Detail may not add to totals because of rounding

**Table 2.2 -- Returns with Itemized Deductions: Sources of Income, Adjustments, Deductions, Credits, and Tax Items, by Marital Status**

(All figures are estimates based on samples--money amounts are in thousands of dollars)

Item	All returns		Joint returns of married persons		Separate returns of married persons	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(1)	(2)	(3)	(4)	(5)	(6)
Adjusted gross income less deficit	38,186,186	3,466,035,010	25,071,387	2,696,953,197	992,902	67,774,616
Salaries and wages	33,456,098	2,348,081,821	22,982,186	1,861,161,501	869,875	39,217,763
Taxable interest	31,157,126	103,247,114	21,451,617	69,929,814	627,019	2,530,625
Tax-exempt interest	3,099,269	41,567,873	2,012,902	25,859,000	51,028	1,111,433
Dividends	16,395,284	88,633,911	11,401,260	56,471,523	265,602	2,391,574
State income tax refunds	17,960,974	13,915,090	12,491,174	10,458,891	402,077	254,208
Alimony received	217,518	3,518,634	32,456	119,743	*925	*16,625
Business or profession:						
Net income	5,813,152	155,617,420	4,563,467	125,000,405	114,670	3,197,332
Net loss	2,153,423	12,248,025	1,681,811	9,482,230	32,874	234,396
Sales of capital assets						
Net gain in AGI	11,185,205	366,512,708	7,753,445	278,169,582	163,761	11,880,741
Net loss in AGI	2,799,436	5,771,017	1,960,256	4,066,183	39,573	50,932
Sales of property other than capital assets	1,006,471	-511,683	795,069	-225,855	14,786	-17,782
Taxable IRA distributions	3,290,358	43,234,649	2,263,002	31,431,307	46,261	780,145
Taxable pensions and annuities	7,787,239	131,605,713	5,215,793	93,829,411	123,511	2,380,907
Rent and royalty						
Net income	3,132,008	37,834,364	2,298,270	28,982,278	49,701	660,507
Net loss	3,445,134	23,420,660	2,519,670	17,683,672	42,297	303,678
Farm rental income less loss	254,938	1,494,131	173,329	1,056,093	2,752	25,703
Partnership and S Corporation net income less loss	4,265,360	183,982,944	3,311,431	154,232,750	71,715	4,527,393
Estate and trust net income less loss	336,306	8,294,486	173,743	4,085,958	2,124	469,256
Farm net income less loss	618,085	-3,965,581	538,878	-3,411,729	3,971	-78,682
Unemployment compensation	2,065,900	5,647,133	1,515,334	4,062,905	43,272	122,690
Taxable social security benefits	4,034,421	37,292,125	2,528,931	26,196,130	70,478	553,172
Other income less loss	2,650,430	15,787,426	1,980,330	12,796,208	41,231	269,869
Total statutory adjustments	9,749,985	35,595,282	7,370,404	27,066,141	163,474	714,510
IRA payments	1,930,506	4,370,235	1,368,230	3,442,293	24,104	39,837
Student loan interest deduction	1,149,732	476,999	857,003	343,321	-	-
Payments to a Keogh plan	979,809	10,029,784	791,550	8,304,547	14,220	110,583
Deduction for self-employment tax	6,252,719	10,394,486	4,986,705	8,451,880	117,968	206,784
Moving expenses adjustment	389,754	1,038,917	271,458	787,487	6,335	19,746
Medical savings account deduction	27,104	44,397	21,917	39,203	-	-
Total itemized deductions	38,186,186	676,460,336	25,071,387	497,643,495	992,902	12,565,838
Itemized deductions limitation	4,916,538	26,948,018	4,120,424	22,713,164	183,955	747,672
Medical and dental expenses deduction	5,559,653	31,984,304	3,177,037	14,852,210	125,517	362,794
Taxes paid deduction	37,576,356	241,782,812	24,903,129	185,533,511	955,452	4,399,667
Interest paid deduction	32,023,604	271,624,314	22,579,811	208,100,180	711,987	4,837,161
Contributions deduction	33,835,992	109,240,078	23,026,245	82,836,015	757,972	2,352,874
Casualty or theft loss deduction	99,459	1,193,534	54,526	786,845	4,188	20,625
Total miscellaneous deductions	9,501,396	47,583,311	5,648,308	28,247,898	245,834	1,340,390
Taxable income	36,443,015	2,551,980,140	24,224,934	2,000,614,208	953,090	51,754,451
Total tax credits	15,105,572	15,525,163	12,433,992	13,188,710	207,344	264,616
Child care credit	3,128,603	1,359,086	2,673,490	1,164,816	16,473	10,241
Credit for the elderly or disabled	*11,001	*1,930	*4,152	*1,226	-	-
Child tax credit	11,144,923	7,626,456	9,592,552	6,822,225	166,771	88,656
Education credit	2,173,738	1,696,993	1,884,026	1,542,911	-	-
Foreign tax credit	2,043,300	3,029,660	1,415,206	2,302,218	37,022	139,149
Earned income credit used to offset income						
tax before credits	333,460	114,792	114,886	26,087	-	-
Minimum tax credit	96,786	763,959	78,755	660,354	959	10,387
General business credit	209,038	632,486	151,213	479,855	2,081	14,575
Empowerment zone employment credit	3,045	18,043	2,574	15,443	*54	*265
Income tax after credits	35,719,303	582,030,253	23,790,999	459,687,807	944,102	12,826,110
Alternative minimum tax	764,438	4,642,089	539,375	3,428,194	37,157	155,023
Total income tax	35,731,257	586,681,215	23,799,724	463,123,753	944,259	12,981,133
Total tax liability	36,296,849	609,924,002	24,186,538	481,685,186	957,825	13,477,777
Total tax payments	37,035,931	625,234,277	24,611,965	487,199,484	951,510	13,101,582
Income tax withheld	34,502,269	434,570,268	23,412,406	340,995,742	885,125	7,434,125
Estimated tax payments	6,750,114	147,794,138	4,459,088	112,481,438	122,328	4,004,961
Overpayment refunded	25,307,454	65,777,069	16,222,822	45,460,940	584,327	1,057,654
Tax due at time of filing	10,604,128	71,297,333	7,492,854	55,671,501	364,369	2,204,041

Footnotes at end of table



**Table 2.2 -- Returns with Itemized Deductions: Sources of Income, Adjustments, Deductions, Credits, and Tax Items, by Marital Status--Continued**

(All figures are estimates based on samples--money amounts are in thousands of dollars)

Item	Returns of heads of households		Returns of surviving spouses		Returns of single persons	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(7)	(8)	(9)	(10)	(11)	(12)
Adjusted gross income less deficit .....	2,657,569	138,702,769	29,878	1,678,918	9,434,449	560,925,510
Salaries and wages .....	2,479,088	110,143,978	25,123	849,350	7,099,826	336,709,230
Taxable interest .....	1,726,472	2,283,263	28,930	139,361	7,323,087	28,364,052
Tax-exempt interest .....	76,752	549,972	1,110	16,215	957,477	14,031,254
Dividends .....	642,362	2,069,810	13,699	86,555	4,072,360	27,614,450
State income tax refunds .....	1,258,093	791,430	10,871	9,672	3,798,760	2,400,890
Alimony received .....	75,900	1,378,953	-	-	108,237	2,003,313
Business or profession .....						
Net income .....	220,327	5,045,777	2,996	86,810	911,692	22,287,096
Net loss .....	91,654	457,925	*4,079	*12,157	343,004	2,061,317
Sales of capital assets .....						
Net gain in AGI .....	404,524	7,702,224	12,155	259,068	2,851,320	68,501,093
Net loss in AGI .....	106,456	208,223	6,421	8,622	686,731	1,437,058
Sales of property other than capital assets .....	20,184	-72,296	*1,325	*246	175,108	-195,997
Taxable IRA distributions .....	111,306	1,658,131	*1,029	*20,642	868,761	9,344,424
Taxable pensions and annuities .....	337,771	4,557,409	13,864	139,439	2,096,300	30,698,546
Rent and royalty .....						
Net income .....	118,457	1,165,129	3,780	59,865	661,800	6,966,584
Net loss .....	177,517	1,126,730	5,499	72,325	700,151	4,234,256
Farm rental income less loss .....	1,713	3,967	*3	*247	77,141	408,121
Partnership and S Corporation net income less loss .....	104,317	3,497,218	3,229	48,847	774,669	21,676,736
Estate and trust net income less loss .....	11,122	226,565	*972	*43,528	148,346	3,469,178
Farm net income less loss .....	17,834	-120,362	*57	*326	57,345	-354,482
Unemployment compensation .....	127,769	341,896	-	-	379,525	1,119,641
Taxable social security benefits .....	87,094	567,508	6,757	26,938	1,341,160	9,948,378
Other income less loss .....	121,628	350,121	2,979	12,285	504,262	2,358,943
Total statutory adjustments .....	458,430	1,542,577	6,773	10,508	1,750,903	6,261,546
IRA payments .....	91,918	136,067	*948	*1,896	445,307	750,142
Student loan interest deduction .....	91,219	39,127	*932	*932	200,578	93,619
Payments to a Keogh plan .....	22,557	238,002	*157	*802	151,325	1,375,849
Deduction for self-employment tax .....	225,973	323,801	3,050	5,329	919,022	1,406,691
Moving expenses adjustment .....	20,837	59,658	*3	*22	91,121	172,003
Medical savings account deduction .....	*6	*2	-	-	5,181	5,192
Total itemized deductions .....	2,657,569	36,095,904	29,878	472,612	9,434,449	129,682,486
Itemized deductions limitation .....	88,019	440,064	1,474	10,249	522,667	3,036,868
Medical and dental expenses deduction .....	417,903	1,207,765	*6,020	*18,949	1,833,175	15,542,587
Taxes paid deduction .....	2,619,737	10,644,078	29,878	172,326	9,068,161	41,033,230
Interest paid deduction .....	2,313,597	16,915,122	26,872	215,571	6,391,339	41,556,280
Contributions deduction .....	2,298,183	4,210,670	23,991	65,174	7,729,602	19,775,345
Casualty or theft loss deduction .....	10,013	55,738	-	-	30,732	330,326
Total miscellaneous deductions .....	865,066	3,502,595	4,433	10,841	2,737,753	14,481,587
Taxable income .....	2,470,174	87,149,992	25,054	1,034,987	8,769,761	411,426,502
Total tax credits .....	1,470,473	1,049,901	18,344	18,820	975,420	1,003,116
Child care credit .....	414,469	172,553	*5,586	*1,943	18,586	9,534
Credit for the elderly or disabled .....	-	-	-	-	*6,849	*704
Child tax credit .....	1,204,514	622,706	12,159	7,388	168,927	85,481
Education credit .....	119,251	84,158	*3,870	*4,457	166,590	65,467
Foreign tax credit .....	48,227	55,125	1,673	2,376	541,172	530,792
Earned income credit used to offset income tax before credits .....	193,670	78,784	*2,002	*472	22,902	9,449
Minimum tax credit .....	3,205	19,432	*8	*3	13,859	73,782
General business credit .....	4,854	9,564	-	-	50,891	128,492
Empowerment zone employment credit .....	-	-	-	-	417	2,335
Income tax after credits .....	2,232,608	16,418,932	22,242	207,996	8,729,351	92,889,408
Alternative minimum tax .....	58,288	173,139	*13	*1,294	129,605	884,438
Total income tax .....	2,234,510	16,592,102	22,243	209,290	8,730,520	93,774,936
Total tax liability .....	2,274,147	17,348,035	22,243	220,432	8,856,096	97,192,571
Total tax payments .....	2,593,873	21,911,190	28,759	227,053	8,849,824	102,794,968
Income tax withheld .....	2,505,333	18,123,204	27,214	143,847	7,672,191	67,873,349
Estimated tax payments .....	185,494	2,805,710	8,498	62,535	1,974,707	28,439,495
Overpayment refunded .....	2,246,162	6,122,972	22,359	53,645	6,231,784	13,081,858
Tax due at time of filing .....	348,084	1,636,263	6,978	51,291	2,391,843	11,734,237

\* Estimate should be used with caution due to the small number of sample returns on which it is based



**Table 2.3--All Returns: Exemptions by Type and Number of Exemptions, by Size of Adjusted Gross Income**

(All figures are estimates based on samples--money amounts are in thousands of dollars)

Size of adjusted gross income	Number of returns	Number of exemptions	Number of exemptions for taxpayers	Exemptions for dependents					
				Total				Total income tax	
				Number of returns	Number of exemptions	Adjusted gross income less deficit	Number of returns		Amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	
All returns, total.....	124,770,662	245,592,958	163,325,979	45,887,973	82,266,979	2,482,556,820	29,575,104	332,740,143	
Under \$5,000.....	14,212,847	11,199,381	7,969,490	1,985,945	3,229,891	-11,381,824	953	28,091	
\$5,000 under \$10,000.....	13,071,279	17,184,552	11,743,564	3,380,303	5,440,988	25,908,970	6,040	156	
\$10,000 under \$15,000.....	12,901,535	21,911,546	14,580,348	4,463,608	7,331,198	55,982,153	239,775	63,149	
\$15,000 under \$20,000.....	11,724,272	21,227,751	14,306,926	4,016,589	6,920,825	70,120,710	491,653	310,072	
\$20,000 under \$25,000.....	10,100,267	19,373,961	12,982,329	3,678,899	6,391,632	82,427,440	1,582,756	1,309,233	
\$25,000 under \$30,000.....	8,192,496	16,020,861	10,861,452	2,900,910	5,159,409	79,433,104	2,209,612	2,939,511	
\$30,000 under \$35,000.....	7,093,894	14,440,641	9,841,821	2,550,123	4,598,820	82,804,532	2,359,014	4,363,511	
\$35,000 under \$40,000.....	6,041,139	13,395,730	8,918,760	2,451,177	4,476,970	91,755,575	2,329,723	5,638,866	
\$40,000 under \$45,000.....	5,301,432	12,340,004	8,134,402	2,295,581	4,205,602	97,478,557	2,247,809	6,744,155	
\$45,000 under \$50,000.....	4,672,227	11,449,272	7,496,266	2,118,384	3,953,005	100,659,499	2,095,042	7,417,543	
\$50,000 under \$55,000.....	4,125,887	10,446,017	6,837,635	1,970,642	3,608,382	103,507,532	1,960,377	8,341,080	
\$55,000 under \$60,000.....	3,560,985	9,314,515	6,111,673	1,724,663	3,202,842	99,070,155	1,719,729	8,416,183	
\$60,000 under \$75,000.....	8,199,630	22,647,451	14,682,166	4,190,900	7,965,285	280,705,834	4,178,986	26,610,139	
\$75,000 under \$100,000.....	7,221,303	20,702,443	13,357,980	3,833,328	7,344,462	328,064,865	3,828,208	39,474,149	
\$100,000 under \$200,000.....	6,266,258	17,924,611	11,631,279	3,277,815	6,293,331	431,432,376	3,276,828	70,724,898	
\$200,000 under \$500,000.....	1,606,186	4,667,864	2,988,850	827,142	1,679,014	238,123,246	826,749	57,322,863	
\$500,000 under \$1,000,000.....	307,020	869,415	565,893	145,842	303,522	98,408,786	145,776	28,447,144	
\$1,000,000 or more.....	172,005	476,947	315,147	76,122	161,800	228,055,311	76,077	64,589,382	
Taxable returns, total.....	93,047,898	181,073,220	128,783,088	29,575,104	52,290,132	2,271,145,558	29,575,104	332,740,143	
Nontaxable returns, total.....	31,722,764	64,519,738	34,542,891	16,312,869	29,976,847	211,411,262	-	-	

Size of adjusted gross income	Exemptions for dependents--continued									
	Exemptions for children at home					Exemptions for children away from home				
	Number of returns	Number of exemptions	Adjusted gross income less deficit	Total income tax		Number of returns	Number of exemptions	Adjusted gross income less deficit	Total income tax	
				Number of returns	Amount				Number of returns	Amount
(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)	(17)	(18)	
All returns, total.....	43,016,296	76,170,490	2,372,731,118	27,468,763	319,303,890	838,637	1,103,422	60,062,662	713,843	7,408,463
Under \$5,000.....	1,868,157	3,034,019	-10,918,961	897	23,555	14,665	22,008	-295,170	39	2,853
\$5,000 under \$10,000.....	3,153,663	5,047,423	24,178,942	2,025	138	23,656	31,678	169,535	-	-
\$10,000 under \$15,000.....	4,074,778	6,658,572	51,063,859	96,318	25,110	48,638	71,944	627,270	12,087	3,174
\$15,000 under \$20,000.....	3,678,913	6,186,836	64,221,496	267,797	140,249	43,607	55,574	771,079	22,909	17,826
\$20,000 under \$25,000.....	3,359,164	5,750,653	75,222,317	1,304,908	946,069	57,438	71,527	1,303,510	39,547	46,425
\$25,000 under \$30,000.....	2,674,730	4,671,531	73,239,678	1,990,558	2,504,625	67,028	89,526	1,827,280	60,459	110,764
\$30,000 under \$35,000.....	2,346,575	4,154,222	76,151,598	2,155,574	3,824,226	62,186	87,023	2,025,313	60,816	162,710
\$35,000 under \$40,000.....	2,274,771	4,091,538	85,132,828	2,153,316	5,057,384	59,968	77,191	2,273,376	57,945	189,966
\$40,000 under \$45,000.....	2,143,898	3,874,559	91,020,365	2,100,173	6,098,172	60,495	71,667	2,552,711	60,495	226,795
\$45,000 under \$50,000.....	1,997,917	3,674,156	94,935,805	1,974,576	6,820,155	54,808	63,384	2,606,369	54,800	270,959
\$50,000 under \$55,000.....	1,867,323	3,385,087	98,094,992	1,858,124	7,753,300	60,415	67,240	3,182,482	59,499	331,131
\$55,000 under \$60,000.....	1,629,025	2,983,671	93,587,454	1,624,437	7,743,561	43,616	56,539	2,512,825	43,615	314,652
\$60,000 under \$75,000.....	4,053,846	7,593,070	271,427,918	4,042,084	25,391,562	74,327	91,546	4,989,273	73,960	580,763
\$75,000 under \$100,000.....	3,688,139	6,970,603	315,627,900	3,684,039	37,649,544	79,506	126,770	6,750,154	79,506	959,460
\$100,000 under \$200,000.....	3,181,226	6,017,319	418,482,257	3,180,251	68,403,435	71,416	96,029	9,872,453	71,414	1,766,428
\$200,000 under \$500,000.....	807,389	1,624,129	232,761,838	807,015	56,024,284	13,684	19,232	3,932,625	13,669	1,029,571
\$500,000 under \$1,000,000.....	142,381	295,074	96,110,947	142,317	27,821,920	2,056	3,002	1,420,036	2,055	405,020
\$1,000,000 or more.....	74,401	158,029	222,389,884	74,356	63,076,604	1,030	1,544	3,541,442	1,030	989,958
Taxable returns, total.....	27,468,763	48,177,083	2,169,209,226	27,468,763	319,303,890	713,843	903,421	48,481,491	713,843	7,408,463
Nontaxable returns, total.....	16,567,632	27,993,408	203,621,893	-	-	124,693	200,001	1,581,072	-	-

Footnotes at end of table

**Table 2.3--All Returns: Exemptions by Type and Number of Exemptions, by Size of Adjusted Gross Income--Continued**

(All figures are estimates based on samples--money amounts are in thousands of dollars)

Size of adjusted gross income	Exemptions for dependents--continued									
	Exemptions for parents					Exemptions for other dependents				
	Number of returns	Number of exemptions	Adjusted gross income less deficit	Total income tax		Number of returns	Number of exemptions	Adjusted gross income less deficit	Total income tax	
				Number of returns	Amount				Number of returns	Amount
	(19)	(20)	(21)	(22)	(23)	(24)	(25)	(26)	(27)	(28)
<b>All returns, total.....</b>	<b>1,881,714</b>	<b>2,175,103</b>	<b>88,817,557</b>	<b>1,489,786</b>	<b>10,177,712</b>	<b>2,171,161</b>	<b>2,817,964</b>	<b>65,558,911</b>	<b>1,159,919</b>	<b>5,383,309</b>
Under \$5,000 .....	42,621	42,668	-444,309	14	382	119,232	131,196	32,290	9	1,512
\$5,000 under \$10,000 .....	68,037	68,038	532,028	2,002	6	230,311	293,849	1,755,851	2,013	12
\$10,000 under \$15,000 .....	174,097	187,075	2,224,469	78,490	19,081	333,096	413,609	4,176,863	55,851	15,967
\$15,000 under \$20,000 .....	206,081	253,010	3,620,314	121,158	82,812	316,377	425,405	5,558,783	98,627	78,352
\$20,000 under \$25,000 .....	203,320	230,135	4,601,820	141,684	181,329	257,602	339,318	5,797,973	146,887	161,252
\$25,000 under \$30,000 .....	157,939	172,800	4,314,149	133,910	233,842	174,755	225,552	4,756,951	134,933	208,967
\$30,000 under \$35,000 .....	162,581	195,399	5,233,994	153,115	324,588	126,637	162,176	4,157,211	119,414	242,675
\$35,000 under \$40,000 .....	126,937	144,971	4,724,182	126,782	329,124	117,997	163,271	4,412,986	115,975	306,774
\$40,000 under \$45,000 .....	109,192	133,969	4,623,927	103,268	361,833	99,451	125,407	4,233,254	92,541	329,700
\$45,000 under \$50,000 .....	72,830	88,312	3,455,510	72,830	281,349	89,929	127,154	4,252,558	87,907	338,168
\$50,000 under \$55,000 .....	72,861	85,659	3,803,017	72,711	307,703	50,470	70,395	2,635,677	50,470	225,326
\$55,000 under \$60,000 .....	75,171	85,938	4,328,881	74,823	411,919	48,534	76,694	2,778,428	48,534	264,656
\$60,000 under \$75,000 .....	134,686	151,071	9,091,835	134,684	881,928	94,701	129,598	6,401,373	94,700	672,336
\$75,000 under \$100,000 .....	133,998	163,382	11,492,727	132,978	1,347,364	71,377	83,708	6,109,897	71,377	768,234
\$100,000 under \$200,000 .....	115,377	139,956	14,879,976	115,366	2,320,079	31,519	40,028	4,395,412	31,514	732,490
\$200,000 under \$500,000 .....	20,758	26,774	5,698,353	20,744	1,289,244	7,644	8,879	2,039,987	7,640	474,389
\$500,000 under \$1,000,000 .....	3,894	4,448	2,477,756	3,893	676,449	976	999	623,327	975	175,578
\$1,000,000 or more .....	1,335	1,499	4,158,929	1,335	1,128,680	554	728	1,440,092	553	386,922
<b>Taxable returns, total.....</b>	<b>1,489,786</b>	<b>1,725,144</b>	<b>83,286,962</b>	<b>1,489,786</b>	<b>10,177,712</b>	<b>1,159,919</b>	<b>1,484,483</b>	<b>52,296,585</b>	<b>1,159,919</b>	<b>5,383,309</b>
<b>Nontaxable returns, total.....</b>	<b>391,927</b>	<b>449,959</b>	<b>5,530,595</b>	<b>-</b>	<b>-</b>	<b>1,011,242</b>	<b>1,333,480</b>	<b>13,262,325</b>	<b>-</b>	<b>-</b>

\* Estimate should be used with caution because of the small number of returns on which it is based

NOTE: Detail may not add to totals because of rounding

**Table 2.4--All Returns: Exemptions by Type and Number of Exemptions, by Marital Status**

(All figures are estimates based on samples--money amounts are in thousands of dollars)

Marital status	Number of returns	Number of exemptions	Number of exemptions for taxpayers	Exemptions for dependents				
				Total				
				Number of returns	Number of exemptions	Adjusted gross income less deficit	Total income tax	
							Number of returns	Amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
All returns, total.....	124,770,662	245,592,958	163,325,979	45,887,973	82,266,979	2,482,556,820	29,575,104	332,740,143
Joint returns of married persons .....	49,629,570	152,476,691	99,259,084	27,169,755	53,217,606	2,039,462,211	22,129,042	299,322,281
Separate returns of married persons, total:.....	2,531,742	3,574,590	2,547,656	660,936	1,026,934	25,436,002	525,547	3,555,191
Spouse filing .....	2,502,870	3,513,199	2,489,912	658,281	1,023,287	25,274,725	523,863	3,526,807
Spouse not filing .....	28,872	61,391	57,745	*2,654	*3,647	161,277	*1,684	*28,384
Returns of heads of household.....	17,427,855	42,826,348	17,427,855	16,145,460	25,398,494	365,239,620	5,961,315	23,669,728
Returns of surviving spouses.....	76,530	205,558	76,530	76,530	129,028	2,708,460	41,337	280,922
Returns of single persons .....	55,104,964	46,509,771	44,014,854	1,835,291	2,494,917	49,710,527	917,864	5,912,022

Marital status	Exemptions for dependents--continued									
	Exemptions for children at home					Exemptions for children away from home				
	Number of returns	Number of exemptions	Adjusted gross income less deficit	Total income tax		Number of returns	Number of exemptions	Adjusted gross income less deficit	Total income tax	
				Number of returns	Amount				Number of returns	Amount
	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)	(17)	(18)
All returns, total.....	43,016,296	76,170,490	2,372,731,118	27,468,763	319,303,890	838,637	1,103,422	60,062,662	713,843	7,408,463
Joint returns of married persons.....	26,552,316	51,225,577	1,997,520,289	21,601,504	293,079,534	312,904	398,861	26,416,030	278,350	4,084,705
Separate returns of married persons, total:.....	594,255	922,790	22,999,746	469,506	3,215,815	43,093	67,001	1,938,428	38,375	300,363
Spouse filing .....	591,600	919,143	22,838,469	467,823	3,187,431	43,093	67,001	1,938,428	38,375	300,363
Spouse not filing .....	*2,654	*3,647	161,277	*1,684	*28,384	-	-	-	-	-
Returns of heads of household.....	14,639,092	22,322,310	326,340,625	4,984,397	20,420,565	105,335	137,618	3,875,508	66,897	415,838
Returns of surviving spouses.....	74,566	124,228	2,587,506	39,373	267,790	-	-	-	-	-
Returns of single persons.....	1,156,066	1,575,585	23,282,952	363,984	2,320,185	377,204	499,942	17,832,597	330,221	2,607,547

Marital status	Exemptions for dependents--continued									
	Exemptions for parents					Exemptions for other dependents				
	Number of returns	Number of exemptions	Adjusted gross income less deficit	Total income tax		Number of returns	Number of exemptions	Adjusted gross income less deficit	Total income tax	
				Number of returns	Amount				Number of returns	Amount
	(19)	(20)	(21)	(22)	(23)	(24)	(25)	(26)	(27)	(28)
All returns, total.....	1,881,714	2,176,103	88,817,657	1,489,786	10,177,711	2,171,161	2,817,964	66,668,911	1,169,918	6,383,309
Joint returns of married persons .....	772,104	916,492	56,077,614	685,666	7,280,413	523,508	676,676	27,515,200	398,018	2,906,655
Separate returns of married persons, total:.....	9,959	9,968	540,051	9,957	83,546	26,243	27,175	677,024	16,318	82,758
Spouse filing .....	9,959	9,968	540,051	9,957	83,546	26,243	27,175	677,024	16,318	82,758
Spouse not filing .....	-	-	-	-	-	-	-	-	-	-
Returns of heads of household.....	993,973	1,130,099	29,119,723	714,416	2,438,236	1,365,611	1,808,466	30,505,310	576,031	1,682,743
Returns of surviving spouses.....	*1,848	*1,848	*36,935	*916	*125	*1,964	*2,953	120,954	*1,964	*13,132
Returns of single persons.....	103,831	116,696	3,043,234	78,832	375,392	253,834	302,694	6,740,422	167,587	698,020

\*Estimate should be used with caution because of the small number of returns on which it is based

NOTE Detail may not add to totals because of rounding



**Table 2.5--Returns with Earned Income Credit, by Size of Adjusted Gross Income**

(All figures are estimates based on samples—money amounts are in thousands of dollars)

Size of adjusted gross income	All returns with earned income credit									
	Number of returns	Adjusted gross income less deficit	EIC salaries and wages		Nontaxable earned income		EIC self-employment income		EIC earned income	
			Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
<b>Total.....</b>	<b>19,704,707</b>	<b>250,608,190</b>	<b>18,152,763</b>	<b>226,294,085</b>	<b>2,111,811</b>	<b>2,168,627</b>	<b>3,326,642</b>	<b>20,228,276</b>	<b>19,704,707</b>	<b>248,690,987</b>
No adjusted gross income .....	77,561	-2,248,030	39,410	343,002	4,900	6,573	58,603	161,831	77,561	511,406
\$1 under \$1,000.....	295,654	164,235	242,249	192,957	*2,002	*50	67,153	9,412	295,654	202,419
\$1,000 under \$2,000 .....	537,650	817,087	470,638	730,687	*2,002	*4,804	85,014	136,053	537,650	871,544
\$2,000 under \$3,000 .....	720,858	1,819,440	643,180	1,596,950	*2,174	*3,433	116,423	259,709	720,858	1,860,092
\$3,000 under \$4,000 .....	795,882	2,793,477	711,613	2,431,734	*5,931	*3,045	146,484	317,448	795,882	2,752,227
\$4,000 under \$5,000 .....	803,702	3,617,232	716,508	3,082,912	23,972	3,443	148,470	480,165	803,702	3,566,521
\$5,000 under \$6,000 .....	957,007	5,263,861	859,605	4,424,305	14,745	5,318	187,226	690,334	957,007	5,119,957
\$6,000 under \$7,000 .....	1,008,986	6,585,209	852,870	5,088,801	27,732	21,073	271,971	1,246,107	1,008,986	6,355,981
\$7,000 under \$8,000 .....	1,025,416	7,700,551	897,829	6,233,204	28,863	39,853	216,052	1,212,593	1,025,416	7,485,651
\$8,000 under \$9,000 .....	1,029,825	8,715,622	912,841	7,097,691	39,155	12,380	202,963	1,186,774	1,029,825	8,296,845
\$9,000 under \$10,000 .....	1,112,745	10,558,221	971,685	8,487,723	33,402	40,083	242,233	1,669,389	1,112,745	10,197,195
\$10,000 under \$11,000 .....	778,767	8,177,079	709,004	7,020,228	55,456	28,465	128,598	945,418	778,767	7,994,110
\$11,000 under \$12,000 .....	758,483	8,732,466	712,283	7,877,558	47,854	74,451	107,278	633,176	758,483	8,585,186
\$12,000 under \$13,000 .....	730,117	9,137,764	684,779	8,026,648	84,140	128,144	115,837	794,751	730,117	8,949,543
\$13,000 under \$14,000 .....	841,004	11,363,730	784,705	10,082,143	88,936	92,227	116,701	971,364	841,004	11,145,734
\$14,000 under \$15,000 .....	749,567	10,859,141	712,784	9,770,907	98,532	91,761	96,185	818,849	749,567	10,681,517
\$15,000 under \$16,000 .....	692,560	10,748,335	650,576	9,593,878	111,577	127,000	99,498	886,793	692,560	10,607,671
\$16,000 under \$17,000 .....	724,271	11,941,094	696,556	10,943,224	139,473	186,864	92,064	712,910	724,271	11,842,998
\$17,000 under \$18,000 .....	673,040	11,775,167	634,490	10,647,468	111,299	149,334	86,804	867,780	673,040	11,664,581
\$18,000 under \$19,000 .....	646,019	11,951,648	620,796	10,943,793	131,579	134,010	81,049	684,552	646,019	11,762,355
\$19,000 under \$20,000 .....	630,127	12,294,131	615,403	11,489,551	128,510	146,361	73,256	497,835	630,127	12,133,747
\$20,000 under \$25,000 .....	2,835,221	63,300,015	2,755,396	58,309,371	650,980	629,887	395,203	3,355,059	2,835,221	62,294,317
\$25,000 and over.....	1,280,246	34,540,715	1,257,562	31,879,350	278,597	240,066	191,577	1,689,973	1,280,246	33,809,390

Size of adjusted gross income	All returns with earned income credit--continued									
	Total earned income credit		EIC used to offset income tax before credits		Total income tax		EIC used to offset all other taxes		EIC refundable portion	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(11)	(12)	(13)	(14)	(15)	(16)	(17)	(18)	(19)	(20)
<b>Total.....</b>	<b>19,704,707</b>	<b>31,591,789</b>	<b>5,919,232</b>	<b>2,232,025</b>	<b>2,365,067</b>	<b>1,324,315</b>	<b>3,165,398</b>	<b>2,358,148</b>	<b>16,279,377</b>	<b>27,001,616</b>
No adjusted gross income .....	77,561	72,282	**	**	-	-	48,776	22,349	48,712	49,932
\$1 under \$1,000.....	295,654	39,287	-	-	-	-	35,468	4,446	267,462	34,840
\$1,000 under \$2,000 .....	537,650	213,425	-	-	-	-	79,289	14,196	488,181	199,229
\$2,000 under \$3,000 .....	720,858	426,540	-	-	-	-	114,565	26,727	652,719	399,813
\$3,000 under \$4,000 .....	795,882	640,231	-	-	-	-	136,284	40,736	722,432	599,494
\$4,000 under \$5,000 .....	803,702	805,247	-	-	-	-	143,292	49,378	720,142	755,868
\$5,000 under \$6,000 .....	957,007	1,151,705	-	-	-	-	183,648	71,380	875,804	1,080,325
\$6,000 under \$7,000 .....	1,008,986	1,541,916	**22,984	**101	-	-	277,313	151,087	922,500	1,390,728
\$7,000 under \$8,000 .....	1,025,416	1,652,986	345,694	27,884	*10,851	*743	214,123	142,126	952,877	1,482,976
\$8,000 under \$9,000 .....	1,029,825	1,741,050	313,537	36,138	308,497	33,427	155,039	130,820	699,612	1,574,092
\$9,000 under \$10,000 .....	1,112,745	2,156,702	338,304	15,070	327,507	109,695	215,992	219,673	772,382	1,921,959
\$10,000 under \$11,000 .....	778,767	2,303,746	20,023	3,592	*7,119	*2,880	140,600	153,238	769,560	2,146,916
\$11,000 under \$12,000 .....	758,483	2,245,426	33,892	5,283	-	-	99,790	108,715	755,694	2,131,428
\$12,000 under \$13,000 .....	730,117	2,092,986	79,143	12,382	-	-	122,889	143,341	724,080	1,937,263
\$13,000 under \$14,000 .....	841,004	2,219,521	85,522	22,869	-	-	117,707	157,218	817,280	2,039,434
\$14,000 under \$15,000 .....	749,567	1,861,210	217,209	34,933	-	-	105,167	125,725	734,592	1,700,552
\$15,000 under \$16,000 .....	692,560	1,612,831	240,009	73,974	-	-	128,382	144,987	663,246	1,393,871
\$16,000 under \$17,000 .....	724,271	1,590,218	251,298	105,681	*948	*19	102,528	110,416	702,467	1,374,121
\$17,000 under \$18,000 .....	673,040	1,308,570	297,734	140,807	*969	*212	90,106	100,443	631,367	1,067,319
\$18,000 under \$19,000 .....	646,019	1,156,009	342,174	170,776	*10,955	*2,185	96,054	91,294	597,302	893,939
\$19,000 under \$20,000 .....	630,127	989,789	346,885	191,775	35,249	7,497	79,985	61,841	564,881	736,173
\$20,000 under \$25,000 .....	2,835,221	3,168,351	1,984,693	1,046,220	919,606	558,797	352,552	235,725	1,744,193	1,886,406
\$25,000 and over.....	1,280,246	601,763	1,000,129	344,541	743,367	608,859	125,849	52,286	451,894	204,936

Footnotes at end of table.

**Table 2.5--Returns with Earned Income Credit, by Size of Adjusted Gross Income--Continued**

(All figures are estimates based on samples--money amounts are in thousands of dollars)

Size of adjusted gross income	Returns with no qualifying children									
	Number of returns	Adjusted gross income less deficit	EIC salaries and wages		Nontaxable earned income		EIC self-employment income		EIC earned income	
			Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(21)	(22)	(23)	(24)	(25)	(26)	(27)	(28)	(29)	(30)
<b>Total.....</b>	<b>3,548,865</b>	<b>18,429,747</b>	<b>2,998,571</b>	<b>15,725,617</b>	<b>75,439</b>	<b>33,828</b>	<b>835,675</b>	<b>2,924,862</b>	<b>3,548,865</b>	<b>18,684,307</b>
No adjusted gross income .....	41,532	-993,530	16,091	70,394	-	-	31,427	90,522	41,532	160,916
\$1 under \$1,000 .....	171,463	88,074	122,250	66,844	-	-	55,796	43,296	171,463	110,140
\$1,000 under \$2,000 .....	226,236	340,322	177,387	262,726	-	-	55,590	83,684	226,236	346,410
\$2,000 under \$3,000 .....	324,179	816,914	262,822	644,135	*2,013	*3,380	84,339	174,879	324,179	822,394
\$3,000 under \$4,000 .....	368,038	1,289,422	309,211	1,041,061	*3,930	*2,877	95,588	218,142	368,038	1,262,080
\$4,000 under \$5,000 .....	380,134	1,702,743	310,649	1,314,292	*7,920	*1,139	99,366	347,738	380,134	1,663,169
\$5,000 under \$6,000 .....	439,698	2,418,600	377,786	1,925,166	*2,842	*2,515	110,297	414,975	439,698	2,342,656
\$6,000 under \$7,000 .....	392,596	2,561,543	326,825	1,911,561	*10,772	*9,156	103,479	449,267	392,596	2,369,984
\$7,000 under \$8,000 .....	404,009	3,025,766	361,732	2,520,630	*10,784	*4,317	71,276	347,512	404,009	2,872,459
\$8,000 under \$9,000 .....	404,580	3,415,590	367,807	2,779,673	26,198	7,426	74,853	403,492	404,580	3,190,591
\$9,000 under \$10,000 .....	389,242	3,692,569	361,995	3,154,454	*10,979	*3,017	50,520	320,133	389,242	3,477,604
\$10,000 under \$11,000 .....	7,159	71,733	*4,015	*34,683	-	-	*3,144	*31,221	*7,159	*65,904
\$11,000 under \$12,000 .....	-	-	-	-	-	-	-	-	-	-
\$12,000 under \$13,000 .....	-	-	-	-	-	-	-	-	-	-
\$13,000 under \$14,000 .....	-	-	-	-	-	-	-	-	-	-
\$14,000 under \$15,000 .....	-	-	-	-	-	-	-	-	-	-
\$15,000 under \$16,000 .....	-	-	-	-	-	-	-	-	-	-
\$16,000 under \$17,000 .....	-	-	-	-	-	-	-	-	-	-
\$17,000 under \$18,000 .....	-	-	-	-	-	-	-	-	-	-
\$18,000 under \$19,000 .....	-	-	-	-	-	-	-	-	-	-
\$19,000 under \$20,000 .....	-	-	-	-	-	-	-	-	-	-
\$20,000 under \$25,000 .....	-	-	-	-	-	-	-	-	-	-
\$25,000 and over .....	-	-	-	-	-	-	-	-	-	-

Size of adjusted gross income	Returns with no qualifying children--continued									
	Total earned income credit		EIC used to offset income tax before credits		Total income tax		EIC used to offset all other taxes		EIC refundable portion	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(31)	(32)	(33)	(34)	(35)	(36)	(37)	(38)	(39)	(40)
<b>Total.....</b>	<b>3,548,865</b>	<b>694,335</b>	<b>1,009,937</b>	<b>75,938</b>	<b>653,973</b>	<b>146,745</b>	<b>661,975</b>	<b>136,217</b>	<b>2,308,946</b>	<b>482,179</b>
No adjusted gross income .....	41,532	7,855	-	-	-	-	26,592	5,693	15,167	2,162
\$1 under \$1,000 .....	171,463	8,398	-	-	-	-	29,231	2,851	144,245	5,548
\$1,000 under \$2,000 .....	226,236	25,746	-	-	-	-	50,746	6,364	177,428	19,382
\$2,000 under \$3,000 .....	324,179	61,305	-	-	-	-	73,398	13,205	256,389	48,100
\$3,000 under \$4,000 .....	368,038	95,260	-	-	-	-	86,089	20,559	294,588	74,700
\$4,000 under \$5,000 .....	380,134	119,452	-	-	-	-	96,170	27,255	297,506	92,197
\$5,000 under \$6,000 .....	439,698	139,767	-	-	-	-	99,751	27,632	358,495	112,135
\$6,000 under \$7,000 .....	392,596	100,325	22,983	101	-	-	101,713	22,236	307,522	77,989
\$7,000 under \$8,000 .....	404,009	74,600	340,804	27,227	*10,851	*743	63,587	8,242	332,444	39,131
\$8,000 under \$9,000 .....	404,580	46,369	311,524	35,727	308,497	33,427	19,800	1,754	76,283	8,888
\$9,000 under \$10,000 .....	389,242	15,249	327,507	12,876	327,507	109,695	14,858	427	48,879	1,946
\$10,000 under \$11,000 .....	*7,159	*7	*7,119	*7	*7,119	*2,880	*40	*0	-	-
\$11,000 under \$12,000 .....	-	-	-	-	-	-	-	-	-	-
\$12,000 under \$13,000 .....	-	-	-	-	-	-	-	-	-	-
\$13,000 under \$14,000 .....	-	-	-	-	-	-	-	-	-	-
\$14,000 under \$15,000 .....	-	-	-	-	-	-	-	-	-	-
\$15,000 under \$16,000 .....	-	-	-	-	-	-	-	-	-	-
\$16,000 under \$17,000 .....	-	-	-	-	-	-	-	-	-	-
\$17,000 under \$18,000 .....	-	-	-	-	-	-	-	-	-	-
\$18,000 under \$19,000 .....	-	-	-	-	-	-	-	-	-	-
\$19,000 under \$20,000 .....	-	-	-	-	-	-	-	-	-	-
\$20,000 under \$25,000 .....	-	-	-	-	-	-	-	-	-	-
\$25,000 and over .....	-	-	-	-	-	-	-	-	-	-

Footnotes at end of table

**Table 2.5--Returns with Earned Income Credit, by Size of Adjusted Gross Income--Continued**

(All figures are estimates based on samples--money amounts are in thousands of dollars)

Size of adjusted gross income	Returns with one qualifying child									
	Number of returns	Adjusted gross income less deficit	EIC salaries and wages		Nontaxable earned income		EIC self-employment income		EIC earned income	
			Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(41)	(42)	(43)	(44)	(45)	(46)	(47)	(48)	(49)	(50)
<b>Total.....</b>	<b>7,802,542</b>	<b>104,384,608</b>	<b>7,331,471</b>	<b>95,860,497</b>	<b>928,969</b>	<b>904,450</b>	<b>1,080,336</b>	<b>6,379,758</b>	<b>7,802,542</b>	<b>103,144,706</b>
No adjusted gross income .....	19,050	-512,383	9,625	129,045	*2,397	*4,381	13,519	37,609	19,050	171,036
\$1 under \$1,000.....	57,664	35,848	54,751	62,803	-	-	*6,772	*-14,371	57,664	48,432
\$1,000 under \$2,000.....	157,342	241,125	145,865	228,065	-	-	15,315	14,295	157,342	242,360
\$2,000 under \$3,000.....	218,024	550,577	206,468	498,931	-	-	18,112	39,587	218,024	538,518
\$3,000 under \$4,000.....	243,631	852,246	229,780	794,182	-	-	28,678	56,403	243,631	850,585
\$4,000 under \$5,000.....	247,127	1,120,655	236,190	1,041,222	*14,011	*2,186	30,319	69,264	247,127	1,112,673
\$5,000 under \$6,000.....	276,668	1,523,710	254,674	1,308,897	*4,951	*808	44,996	167,205	276,668	1,476,909
\$6,000 under \$7,000.....	340,626	2,219,206	275,679	1,604,135	*2,002	*6,293	117,755	571,168	340,626	2,181,596
\$7,000 under \$8,000.....	329,244	2,480,111	280,189	1,988,016	*10,072	*32,754	74,221	420,881	329,244	2,441,651
\$8,000 under \$9,000.....	337,807	2,853,439	301,934	2,416,765	*10,008	*3,581	52,423	297,568	337,807	2,717,913
\$9,000 under \$10,000.....	350,674	3,324,517	314,521	2,807,382	*6,867	*29,295	59,217	372,393	350,674	3,209,070
\$10,000 under \$11,000.....	369,119	3,882,689	341,649	3,416,159	29,731	17,554	47,773	363,838	369,119	3,797,551
\$11,000 under \$12,000.....	374,429	4,329,305	349,786	3,871,936	27,958	22,902	58,553	351,414	374,429	4,246,252
\$12,000 under \$13,000.....	366,745	4,588,327	346,648	4,048,297	40,228	67,909	57,118	407,831	366,745	4,524,037
\$13,000 under \$14,000.....	475,514	6,423,738	443,432	5,713,632	48,911	69,348	64,456	520,829	475,514	6,303,810
\$14,000 under \$15,000.....	400,994	5,812,274	392,701	5,520,497	60,885	64,135	35,198	163,271	400,994	5,747,902
\$15,000 under \$16,000.....	352,330	5,475,061	331,772	4,951,450	60,887	69,673	44,959	381,860	352,330	5,402,983
\$16,000 under \$17,000.....	342,764	5,658,991	329,532	5,190,784	70,668	78,456	45,444	322,169	342,764	5,591,410
\$17,000 under \$18,000.....	351,039	6,139,688	326,302	5,543,682	53,895	47,086	44,138	466,116	351,039	6,056,885
\$18,000 under \$19,000.....	325,596	6,019,602	319,801	5,675,946	65,138	66,976	29,197	159,158	325,596	5,902,080
\$19,000 under \$20,000.....	329,462	6,429,756	324,368	6,058,988	64,790	51,721	35,149	194,116	329,462	6,304,825
\$20,000 under \$25,000.....	1,317,370	29,290,402	1,297,485	27,619,046	318,990	251,102	136,111	883,181	1,317,370	28,753,329
\$25,000 and over.....	219,324	5,645,724	218,349	5,370,638	36,578	18,291	20,912	133,971	219,324	5,522,900

Size of adjusted gross income	Returns with one qualifying child--continued									
	Total earned income credit		EIC used to offset income tax before credits		Total income tax		EIC used to offset all other taxes		EIC refundable portion	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(51)	(52)	(53)	(54)	(55)	(56)	(57)	(58)	(59)	(60)
<b>Total.....</b>	<b>7,802,542</b>	<b>11,817,698</b>	<b>3,171,387</b>	<b>1,399,172</b>	<b>1,132,643</b>	<b>827,193</b>	<b>1,036,180</b>	<b>824,486</b>	<b>6,477,178</b>	<b>9,594,040</b>
No adjusted gross income .....	19,050	26,842	**	**	-	-	10,377	8,666	17,777	18,175
\$1 under \$1,000.....	57,664	13,212	-	-	-	-	*1,944	*501	57,664	12,711
\$1,000 under \$2,000.....	157,342	82,548	-	-	-	-	11,486	3,046	157,342	79,502
\$2,000 under \$3,000.....	218,024	183,318	-	-	-	-	27,355	7,642	218,024	175,675
\$3,000 under \$4,000.....	243,631	289,127	-	-	-	-	25,933	10,759	243,631	278,368
\$4,000 under \$5,000.....	247,127	369,790	-	-	-	-	28,377	12,494	246,195	357,296
\$5,000 under \$6,000.....	276,668	498,468	-	-	-	-	43,143	25,759	276,668	472,709
\$6,000 under \$7,000.....	340,626	731,817	-	-	-	-	119,827	89,812	340,278	642,004
\$7,000 under \$8,000.....	329,244	721,765	**2,962	**363	-	-	74,386	64,963	328,269	656,439
\$8,000 under \$9,000.....	337,807	739,041	-	-	-	-	56,477	53,168	336,839	685,873
\$9,000 under \$10,000.....	350,674	777,765	*10,797	*2,195	-	-	60,351	61,210	350,674	714,361
\$10,000 under \$11,000.....	369,119	825,103	*8,975	*1,951	-	-	57,717	63,356	367,070	759,797
\$11,000 under \$12,000.....	374,429	841,822	29,865	2,430	-	-	54,730	59,420	372,143	779,971
\$12,000 under \$13,000.....	366,745	791,348	77,142	12,310	-	-	62,974	75,185	361,640	703,854
\$13,000 under \$14,000.....	475,514	957,116	82,588	22,310	-	-	63,766	80,584	451,790	854,221
\$14,000 under \$15,000.....	400,994	749,963	199,537	32,494	-	-	35,424	27,886	391,768	689,583
\$15,000 under \$16,000.....	352,330	594,385	222,186	67,727	-	-	61,097	53,073	329,835	473,586
\$16,000 under \$17,000.....	342,764	525,829	226,588	96,558	*948	*19	52,087	40,561	324,753	388,710
\$17,000 under \$18,000.....	351,039	485,537	252,910	125,138	*969	*212	40,452	29,182	324,474	331,217
\$18,000 under \$19,000.....	325,596	399,422	300,816	155,694	*10,955	*2,185	36,223	17,197	299,183	226,531
\$19,000 under \$20,000.....	329,462	350,371	295,056	172,167	35,249	7,497	41,748	18,159	278,844	160,044
\$20,000 under \$25,000.....	1,317,370	839,110	1,251,615	684,941	878,176	548,861	70,307	21,862	389,339	132,307
\$25,000 and over.....	219,324	24,000	210,349	22,894	206,346	268,419	-	-	*12,978	*1,106

Footnotes at end of table.



**Table 2.5--Returns with Earned Income Credit, by Size of Adjusted Gross Income--Continued**

(All figures are estimates based on samples--money amounts are in thousands of dollars)

Size of adjusted gross income	Returns with two or more qualifying children									
	Number of returns	Adjusted gross income less deficit	EIC salaries and wages		Nontaxable earned income		EIC self-employment income		EIC earned income	
			Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(61)	(62)	(63)	(64)	(65)	(66)	(67)	(68)	(69)	(70)
Total.....	8,353,301	127,793,834	7,822,722	114,707,970	1,107,403	1,230,349	1,410,631	10,923,657	8,353,301	126,861,975
No adjusted gross income .....	16,979	-742,117	13,695	143,563	*2,503	*2,192	13,657	33,699	16,979	179,454
\$1 under \$1,000 .....	66,527	40,312	65,247	63,311	*2,002	*50	*4,585	*19,513	66,527	43,847
\$1,000 under \$2,000 .....	154,073	235,640	147,386	239,897	*2,002	*4,804	14,109	38,073	154,073	282,774
\$2,000 under \$3,000 .....	178,655	451,948	173,890	453,883	*161	*53	13,972	45,243	178,655	499,179
\$3,000 under \$4,000 .....	184,213	651,809	172,622	596,492	*2,002	*168	22,218	42,902	184,213	639,562
\$4,000 under \$5,000 .....	176,440	793,834	169,669	727,397	*2,041	*119	18,785	63,163	176,440	790,679
\$5,000 under \$6,000 .....	240,641	1,321,550	227,145	1,190,242	*6,952	*1,996	31,934	108,155	240,641	1,300,392
\$6,000 under \$7,000 .....	275,763	1,804,459	250,365	1,573,105	*14,959	*5,624	50,737	225,673	275,763	1,804,401
\$7,000 under \$8,000 .....	292,164	2,194,674	255,909	1,724,558	*8,006	*2,782	70,554	444,200	292,164	2,171,541
\$8,000 under \$9,000 .....	287,438	2,446,593	243,100	1,901,254	*2,949	*1,373	75,687	485,714	287,438	2,388,341
\$9,000 under \$10,000 .....	372,828	3,541,134	295,169	2,525,887	15,556	7,771	132,496	976,863	372,828	3,510,521
\$10,000 under \$11,000 .....	402,490	4,222,656	363,340	3,569,386	25,724	10,911	77,681	550,358	402,490	4,130,655
\$11,000 under \$12,000 .....	384,055	4,403,162	362,496	4,005,622	19,896	51,549	48,725	281,762	384,055	4,338,933
\$12,000 under \$13,000 .....	363,373	4,549,437	338,132	3,978,352	43,912	60,235	58,719	386,920	363,373	4,425,506
\$13,000 under \$14,000 .....	365,489	4,939,992	341,273	4,368,511	40,025	22,878	52,245	450,535	365,489	4,841,924
\$14,000 under \$15,000 .....	348,573	5,046,867	320,083	4,250,410	37,646	27,626	60,987	655,578	348,573	4,933,615
\$15,000 under \$16,000 .....	340,230	5,273,274	318,804	4,642,428	50,690	57,328	54,539	504,933	340,230	5,204,688
\$16,000 under \$17,000 .....	381,507	6,282,103	367,055	5,752,440	68,805	108,408	46,620	390,740	381,507	6,251,588
\$17,000 under \$18,000 .....	322,002	5,635,479	308,188	5,103,785	57,403	102,247	42,666	401,663	322,002	5,607,696
\$18,000 under \$19,000 .....	320,423	5,932,047	300,995	5,267,847	66,441	67,034	51,851	525,395	320,423	5,860,275
\$19,000 under \$20,000 .....	300,665	5,864,375	291,035	5,430,562	63,720	94,640	38,107	303,720	300,665	5,828,923
\$20,000 under \$25,000 .....	1,517,851	34,009,612	1,457,910	30,690,325	331,990	378,786	259,092	2,471,878	1,517,851	33,540,988
\$25,000 and over .....	1,060,922	28,894,992	1,039,213	26,508,713	242,018	221,775	170,664	1,556,002	1,060,922	28,286,490

Size of adjusted gross income	Returns with two or more qualifying children--continued									
	Total earned income credit		EIC used to offset income tax before credits		Total income tax		EIC used to offset all other taxes		EIC refundable portion	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(71)	(72)	(73)	(74)	(75)	(76)	(77)	(78)	(79)	(80)
Total.....	8,353,301	19,079,756	1,737,908	756,914	578,451	350,377	1,467,243	1,397,445	7,493,254	16,925,397
No adjusted gross income .....	16,979	37,584	-	-	-	-	11,807	7,990	15,768	29,595
\$1 under \$1,000 .....	66,527	17,676	-	-	-	-	*4,293	*1,095	65,552	16,581
\$1,000 under \$2,000 .....	154,073	105,131	-	-	-	-	17,058	4,786	153,411	100,345
\$2,000 under \$3,000 .....	178,655	181,917	-	-	-	-	13,811	5,880	178,307	176,037
\$3,000 under \$4,000 .....	184,213	255,844	-	-	-	-	24,263	9,418	184,213	246,427
\$4,000 under \$5,000 .....	176,440	316,005	-	-	-	-	18,745	9,629	176,440	306,376
\$5,000 under \$6,000 .....	240,641	513,470	-	-	-	-	40,754	17,988	240,641	495,481
\$6,000 under \$7,000 .....	275,763	709,774	-	-	-	-	55,773	39,039	274,700	670,735
\$7,000 under \$8,000 .....	292,164	856,621	*1,928	*293	-	-	76,150	68,921	292,164	787,407
\$8,000 under \$9,000 .....	287,438	955,640	*2,013	*411	-	-	78,762	75,898	286,490	879,331
\$9,000 under \$10,000 .....	372,828	1,363,688	-	-	-	-	140,784	158,036	372,828	1,205,651
\$10,000 under \$11,000 .....	402,490	1,478,635	*3,930	*1,634	-	-	82,843	89,882	402,490	1,387,119
\$11,000 under \$12,000 .....	384,055	1,403,604	*4,027	*2,853	-	-	45,060	49,295	383,551	1,351,457
\$12,000 under \$13,000 .....	363,373	1,301,638	*2,002	*72	-	-	59,915	68,156	362,441	1,233,410
\$13,000 under \$14,000 .....	365,489	1,262,405	*2,934	*558	-	-	53,942	76,634	365,489	1,185,212
\$14,000 under \$15,000 .....	348,573	1,111,247	17,672	2,439	-	-	69,743	97,839	342,824	1,010,969
\$15,000 under \$16,000 .....	340,230	1,018,446	17,823	6,247	-	-	67,285	91,914	333,411	920,285
\$16,000 under \$17,000 .....	381,507	1,064,389	24,709	9,123	-	-	50,441	69,855	377,715	985,411
\$17,000 under \$18,000 .....	322,002	823,032	44,823	15,669	-	-	49,653	71,261	306,893	736,102
\$18,000 under \$19,000 .....	320,423	756,587	41,359	15,082	-	-	59,831	74,096	298,119	667,408
\$19,000 under \$20,000 .....	300,665	639,419	51,830	19,607	-	-	38,237	43,682	286,037	576,129
\$20,000 under \$25,000 .....	1,517,851	2,329,241	733,078	361,279	41,430	9,936	282,245	213,863	1,354,854	1,754,099
\$25,000 and over .....	1,060,922	577,764	789,781	321,648	537,021	340,441	125,849	52,286	438,916	203,830

\*Estimate should be used with caution because of the small number of returns on which it is based.

\*\* Data combined to avoid disclosure of information for specific taxpayers

NOTE: Detail may not add to totals because of rounding

**Table 3.1--Returns with Modified Taxable Income<sup>1</sup>: Adjusted Gross Income and Tax Items, by Type of Tax Computation, by Size of Adjusted Gross Income**

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Type of tax computation by size of adjusted gross income	Number of returns	Adjusted gross income	Modified taxable income	Income tax before credits regular tax computation		Tax generated		Tax differences due to alternative computations	Taxes from special computation		Income tax before credits	
				Number of returns	Amount	Number of returns	Amount		Number of returns	Amount	Number of returns	Amount
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	
Returns with regular tax computation only												
Total.....	83,348,385	3,478,356,388	2,307,079,054	83,348,385	456,664,501	83,348,385	456,548,375	-	30,408	110,876	83,348,385	456,659,252
Under \$5,000 .....	1,388,226	4,937,289	781,289	1,388,226	117,280	1,388,226	117,280	-	-	-	1,388,226	117,280
\$5,000 under \$10,000 .....	5,758,616	45,469,768	11,397,103	5,758,616	1,710,206	5,758,616	1,709,976	-	-	-	5,758,616	1,709,976
\$10,000 under \$15,000 .....	8,312,262	105,362,599	37,659,976	8,312,262	5,652,330	8,312,262	5,649,934	-	-	-	8,312,262	5,649,934
\$15,000 under \$20,000 .....	9,927,978	173,628,689	73,727,294	9,927,978	11,059,824	9,927,978	11,059,759	-	1,896	3,430	9,927,978	11,063,189
\$20,000 under \$25,000 .....	8,963,000	201,175,790	101,857,921	8,963,000	15,280,448	8,963,000	15,279,301	-	2,949	2,509	8,963,000	15,281,810
\$25,000 under \$30,000 .....	7,359,438	201,794,267	116,100,682	7,359,438	17,428,699	7,359,438	17,427,180	-	948	303	7,359,438	17,427,484
\$30,000 under \$40,000 .....	11,468,309	397,905,214	247,288,974	11,468,309	38,319,377	11,468,309	38,319,065	-	3,874	38,209	11,468,309	38,357,274
\$40,000 under \$50,000 .....	8,435,395	377,759,892	249,484,659	8,435,395	40,751,541	8,435,395	40,750,606	-	6,658	14,871	8,435,395	40,765,477
\$50,000 under \$75,000 .....	12,473,904	758,488,857	525,570,740	12,473,904	89,496,124	12,473,904	89,483,572	-	11,895	45,292	12,473,904	89,528,864
\$75,000 under \$100,000 .....	5,041,669	430,323,831	312,036,339	5,041,669	61,240,358	5,041,669	61,228,189	-	-	-	5,041,669	61,228,189
\$100,000 under \$200,000 .....	3,441,757	442,995,049	337,328,531	3,441,757	77,789,965	3,441,757	77,770,621	-	2,134	1,132	3,441,757	77,771,753
\$200,000 under \$500,000 .....	649,064	183,679,111	155,395,886	649,064	46,221,003	649,064	46,202,334	-	40	77	649,064	46,202,334
\$500,000 under \$1,000,000 .....	89,856	60,217,763	53,265,174	89,856	18,813,550	89,856	18,801,617	-	13	5,053	89,856	18,801,693
\$1,000,000 or more .....	38,910	94,618,269	85,184,487	38,910	32,783,796	38,910	32,748,943	-	-	-	38,910	32,753,996
Returns with Form 8815 tax computation												
Total.....	465,254	3,904,949	3,487,402	465,254	741,292	465,254	803,320	62,028	-	-	465,254	803,320
Under \$5,000 .....	329,937	851,034	642,808	329,937	91,995	329,937	117,540	25,545	-	-	329,937	117,540
\$5,000 under \$10,000 .....	72,834	511,361	445,138	72,834	66,888	72,834	100,121	33,232	-	-	72,834	100,121
\$10,000 under \$15,000 .....	24,539	305,451	288,680	24,539	42,000	24,539	61,159	19,158	-	-	24,539	61,159
\$15,000 under \$20,000 .....	10,402	174,975	164,252	10,402	24,636	10,402	34,039	9,403	-	-	10,402	34,039
\$20,000 under \$25,000 .....	9,430	210,580	201,632	9,430	30,244	9,430	55,821	25,576	-	-	9,430	55,821
\$25,000 under \$30,000 .....	3,791	101,249	77,724	3,791	11,810	3,791	23,470	11,659	-	-	3,791	23,470
\$30,000 under \$40,000 .....	1,797	57,207	55,201	1,797	9,527	1,797	14,016	4,489	-	-	1,797	14,016
\$40,000 under \$50,000 .....	4,475	186,817	160,355	4,475	30,560	4,475	10,960	10,960	-	-	4,475	10,960
\$50,000 under \$75,000 .....	2,810	163,754	147,677	2,810	32,089	2,810	30,307	1,782	-	-	2,810	30,307
\$75,000 under \$100,000 .....	346	28,450	28,207	346	6,965	346	5,617	1,348	-	-	346	5,617
\$100,000 under \$200,000 .....	3,659	460,168	441,455	3,659	118,570	3,659	118,590	20	-	-	3,659	118,590
\$200,000 under \$500,000 .....	935	321,769	331,329	935	85,752	935	62,793	22,959	-	-	935	62,793
\$500,000 under \$1,000,000 .....	122	94,061	70,727	122	25,504	122	21,175	4,329	-	-	122	21,175
\$1,000,000 or more .....	177	438,074	432,216	177	164,751	177	117,152	47,599	-	-	177	117,152
Returns with Schedule D tax computation												
Total.....	15,835,783	1,746,350,441	1,082,069,713	15,835,783	396,647,844	15,835,783	345,199,240	-51,448,604	12,991	205,849	15,835,783	345,405,088
Under \$5,000 .....	336,629	961,535	204,933	336,629	77,738	336,629	62,106	-15,632	-	-	336,629	62,106
\$5,000 under \$10,000 .....	362,713	2,693,688	631,725	362,713	183,681	362,713	154,064	-29,617	-	-	362,713	154,064
\$10,000 under \$15,000 .....	510,432	6,528,661	1,972,798	510,432	438,352	510,432	390,908	-47,443	-	-	510,432	390,908
\$15,000 under \$20,000 .....	673,961	11,904,204	4,339,949	673,961	838,624	673,961	776,052	-62,572	-	-	673,961	776,052
\$20,000 under \$25,000 .....	736,623	16,617,557	7,112,874	736,623	1,317,388	736,623	1,233,817	-83,571	-	-	736,623	1,233,817
\$25,000 under \$30,000 .....	682,498	18,769,783	9,080,291	682,498	1,632,454	682,498	1,542,300	-90,154	948	1,157	682,498	1,543,457
\$30,000 under \$40,000 .....	1,525,989	53,468,029	29,891,873	1,525,989	5,433,302	1,525,989	5,163,499	-269,803	916	124	1,525,989	5,163,622
\$40,000 under \$50,000 .....	1,465,648	66,093,037	39,438,935	1,465,648	7,441,912	1,465,648	7,128,776	-313,136	-	-	1,465,648	7,128,776
\$50,000 under \$75,000 .....	3,342,119	207,072,894	130,985,342	3,342,119	26,490,626	3,342,119	25,326,126	-1,164,501	-	-	3,342,119	25,411,922
\$75,000 under \$100,000 .....	2,151,343	185,730,951	122,677,562	2,151,343	28,161,713	2,151,343	26,870,714	-1,290,999	-	-	2,151,343	26,870,714
\$100,000 under \$200,000 .....	2,779,234	373,412,155	254,919,805	2,779,234	69,924,533	2,779,234	66,163,622	-3,760,911	3,709	67,506	2,779,234	66,231,127
\$200,000 under \$500,000 .....	935,005	189,102,192	189,102,192	935,005	70,985,769	935,005	64,059,065	-6,916,704	1,183	15,465	935,005	64,064,530
\$500,000 under \$1,000,000 .....	209,350	141,928,948	94,811,446	209,350	45,354,508	209,350	39,234,808	-6,119,701	238	21,607	209,350	39,256,414
\$1,000,000 or more .....	124,239	388,167,369	196,899,987	124,239	138,367,243	124,239	107,083,383	-31,283,860	131	14,194	124,239	107,097,577

Footnotes at end of table



**Table 3.1--Returns with Modified Taxable Income<sup>1</sup>: Adjusted Gross Income and Tax Items, by Type of Tax Computation, by Size of Adjusted Gross Income--Continued**

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Type of tax computation by size of adjusted gross income	Total tax credits			Income tax after credits			Alternative minimum tax			Total income tax			
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	As a percentage of		Average income tax (dollars)
											Modified taxable income	Adjusted gross income	
	(13)	(14)	(15)	(16)	(17)	(18)	(19)	(20)	(21)	(22)	(23)		
<b>Returns with regular tax computation only</b>													
<b>Total</b>	<b>28,690,202</b>	<b>23,213,308</b>	<b>75,833,207</b>	<b>433,445,944</b>	<b>353,876</b>	<b>1,059,623</b>	<b>75,839,565</b>	<b>434,506,137</b>	<b>18.8</b>	<b>12.5</b>	<b>18.8</b>	<b>12.5</b>	<b>5,213</b>
Under \$5,000	13,243	1,016	1,385,967	116,263	-	-	1,385,967	116,263	14.9	2.4	14.9	2.4	84
\$5,000 under \$10,000	1,233,312	119,701	5,211,097	1,590,275	-	-	5,211,097	1,590,275	14.0	3.5	14.0	3.5	276
\$10,000 under \$15,000	1,746,894	529,724	6,828,619	5,120,211	-	-	6,828,619	5,120,211	13.6	4.9	13.6	4.9	616
\$15,000 under \$20,000	3,203,556	1,912,074	7,159,924	9,151,115	*720	*1,764	7,160,281	9,152,879	12.4	5.3	12.4	5.3	922
\$20,000 under \$25,000	3,169,841	2,674,793	7,146,689	12,607,017	*51	*72	7,146,697	12,607,089	12.4	6.3	12.4	6.3	1,407
\$25,000 under \$30,000	2,439,482	1,945,181	6,776,915	15,482,303	*1,092	*361	6,776,955	15,482,664	13.3	7.7	13.3	7.7	2,104
\$30,000 under \$40,000	3,950,920	3,053,040	11,226,840	35,304,234	8,901	6,301	11,226,848	35,310,719	14.3	8.9	14.3	8.9	3,079
\$40,000 under \$50,000	3,398,305	2,842,720	8,383,838	37,922,757	13,383	7,189	8,384,754	37,929,946	15.2	10.0	15.2	10.0	4,437
\$50,000 under \$75,000	5,696,162	5,236,773	12,456,341	84,292,091	62,537	56,562	12,457,792	84,348,653	16.0	11.1	16.0	11.1	6,762
\$75,000 under \$100,000	2,509,439	2,370,930	5,039,220	58,857,259	87,508	113,735	5,041,299	58,970,993	18.9	13.7	18.9	13.7	11,697
\$100,000 under \$200,000	1,036,181	925,529	3,440,692	76,846,224	132,552	329,948	3,441,555	77,176,172	22.9	17.4	22.9	17.4	22,423
\$200,000 under \$500,000	148,083	527,297	648,477	45,675,037	42,836	352,143	648,953	46,027,180	29.6	25.1	29.6	25.1	70,913
\$500,000 under \$1,000,000	28,766	443,469	89,695	18,358,225	3,375	90,320	89,943	18,448,545	34.6	30.6	34.6	30.6	205,312
\$1,000,000 or more	16,018	631,062	38,892	32,122,934	921	101,229	38,904	32,224,547	37.8	34.1	37.8	34.1	828,182
<b>Returns with Form 8615 tax computation</b>													
<b>Total</b>	<b>73,440</b>	<b>6,340</b>	<b>465,254</b>	<b>796,980</b>	<b>7,017</b>	<b>9,667</b>	<b>465,254</b>	<b>806,694</b>	<b>23.1</b>	<b>20.7</b>	<b>23.1</b>	<b>20.7</b>	<b>1,734</b>
Under \$5,000	41,292	1,831	329,937	115,709	-	-	329,937	115,709	18.0	13.6	18.0	13.6	351
\$5,000 under \$10,000	13,860	365	72,834	99,756	-	-	72,834	99,756	22.4	19.5	22.4	19.5	1,370
\$10,000 under \$15,000	*7,479	*1,515	24,539	59,644	*916	*1,303	24,539	60,947	21.1	20.0	21.1	20.0	2,484
\$15,000 under \$20,000	*324	*18	10,402	34,020	*948	*614	10,402	34,635	21.1	19.8	21.1	19.8	3,330
\$20,000 under \$25,000	*3,744	*66	9,430	55,755	*1,896	*1,652	9,430	57,407	28.5	27.3	28.5	27.3	6,088
\$25,000 under \$30,000	*948	*7	*3,791	*23,463	*948	*67	*3,791	*23,530	*30.3	*23.2	*30.3	*23.2	*6,207
\$30,000 under \$40,000	*881	*33	*1,797	*13,983	-	-	*1,797	*13,983	*25.3	*24.4	*25.3	*24.4	*7,781
\$40,000 under \$50,000	*2,643	*144	*4,475	*41,376	*881	*493	*4,475	*41,869	*26.1	*22.4	*26.1	*22.4	*9,356
\$50,000 under \$75,000	*978	*189	*2,810	*30,118	*978	*485	*2,810	*30,604	*20.7	*18.7	*20.7	*18.7	*10,891
\$75,000 under \$100,000	-	-	*346	*5,617	-	-	*346	*5,617	*19.9	*19.7	*19.9	*19.7	*16,234
\$100,000 under \$200,000	-	-	*3,659	*118,590	-	-	*3,659	*118,590	*26.9	*25.8	*26.9	*25.8	*32,410
\$200,000 under \$500,000	*486	*1,011	*935	*61,782	*447	*5,037	*935	*66,819	*20.2	*20.8	*20.2	*20.8	*71,464
\$500,000 under \$1,000,000	*122	*424	*122	*20,751	-	-	*122	*20,751	*29.3	*22.1	*29.3	*22.1	*170,090
\$1,000,000 or more	83	737	177	116,415	*3	*15	177	116,478	26.9	26.6	26.9	26.6	658,068
<b>Returns with Schedule D tax computation</b>													
<b>Total</b>	<b>5,387,897</b>	<b>6,650,237</b>	<b>15,655,934</b>	<b>338,754,852</b>	<b>446,454</b>	<b>2,969,732</b>	<b>15,657,209</b>	<b>341,738,388</b>	<b>31.6</b>	<b>19.6</b>	<b>31.6</b>	<b>19.6</b>	<b>21,580</b>
Under \$5,000	42,316	727	335,705	61,380	-	-	335,705	61,380	30.0	6.4	30.0	6.4	182
\$5,000 under \$10,000	59,451	4,582	345,123	149,482	*948	*172	345,123	149,654	23.7	5.6	23.7	5.6	413
\$10,000 under \$15,000	68,609	16,722	486,027	374,186	-	-	486,027	374,186	19.0	5.7	19.0	5.7	733
\$15,000 under \$20,000	106,372	30,263	647,143	745,789	-	-	647,143	745,789	17.2	6.3	17.2	6.3	1,107
\$20,000 under \$25,000	150,677	85,613	685,735	1,148,204	-	-	685,735	1,148,204	16.1	6.9	16.1	6.9	1,559
\$25,000 under \$30,000	163,161	96,118	652,894	1,447,339	*916	*362	652,894	1,447,701	15.9	10.3	15.9	10.3	2,121
\$30,000 under \$40,000	370,732	217,596	1,508,354	4,946,027	*1,150	*7,311	1,508,354	4,953,338	16.6	9.3	16.6	9.3	3,246
\$40,000 under \$50,000	501,181	347,134	1,458,592	6,781,642	*508	*567	1,458,943	6,782,210	17.2	10.8	17.2	10.8	4,627
\$50,000 under \$75,000	1,340,647	1,036,264	3,338,636	24,375,658	13,712	8,552	3,338,636	24,384,210	18.6	11.8	18.6	11.8	7,296
\$75,000 under \$100,000	1,058,158	825,137	2,150,981	26,045,577	19,977	25,364	2,150,981	26,070,941	21.3	14.0	21.3	14.0	12,118
\$100,000 under \$200,000	1,012,182	759,553	2,778,704	65,471,574	134,976	406,849	2,778,704	65,878,423	25.8	17.6	25.8	17.6	23,704
\$200,000 under \$500,000	341,549	768,686	934,710	63,315,844	213,373	1,240,517	934,911	64,556,363	34.1	23.6	34.1	23.6	69,044
\$500,000 under \$1,000,000	101,280	638,739	209,150	38,617,675	41,901	552,347	209,323	39,175,576	41.3	27.6	41.3	27.6	187,130
\$1,000,000 or more	71,584	1,823,104	124,178	105,274,474	18,992	727,692	124,224	106,010,414	53.8	27.3	53.8	27.3	853,278

\* Estimate should be used with caution due to the small number of sample returns on which it is based

<sup>1</sup> See section 4 for the definition of modified taxable income

NOTE: Detail may not add to totals because of rounding.



**Table 3.2--Returns with Total Income Tax as a Percentage of Adjusted Gross Income, by Size of Adjusted Gross Income**  
(All figures are estimates based on samples—money amounts are in thousands of dollars)

Total income tax as a percentage of adjusted gross income									
Size of adjusted gross income	Total			Under 5 percent			5 under 7 percent		
	Number of returns	Adjusted gross income less deficit	Total income tax	Number of returns	Adjusted gross income less deficit	Total income tax	Number of returns	Adjusted gross income less deficit	Total income tax
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
All returns									
Total.....	93,047,898	5,160,224,359	788,541,979	15,956,973	323,309,335	9,681,598	11,347,487	320,069,476	19,534,067
Under \$5,000.....	2,512,900	2,130,938	436,378	1,557,262	5,120,776	77,666	256,406	499,925	29,922
\$5,000 under \$10,000.....	5,748,485	45,180,416	1,865,461	4,030,531	31,970,309	852,867	894,420	6,381,736	380,803
\$10,000 under \$15,000.....	7,438,637	93,501,173	5,588,448	2,057,725	25,099,887	719,634	2,945,924	35,873,725	2,184,359
\$15,000 under \$20,000.....	7,926,390	138,701,454	9,979,020	2,016,406	35,185,482	1,017,616	611,514	10,883,163	645,974
\$20,000 under \$25,000.....	7,904,250	177,976,793	13,871,104	1,653,741	36,990,614	1,022,682	1,343,434	30,254,727	1,827,594
\$25,000 under \$30,000.....	7,460,565	205,019,962	16,993,257	1,230,522	33,799,044	895,333	990,137	27,067,617	1,647,155
\$30,000 under \$40,000.....	12,779,095	444,055,159	40,347,683	1,748,028	60,013,521	1,872,360	1,543,714	53,606,564	3,254,958
\$40,000 under \$50,000.....	9,875,704	442,746,819	44,814,558	902,289	39,934,888	1,369,909	1,158,991	51,860,864	3,172,314
\$50,000 under \$75,000.....	15,840,056	967,075,917	108,921,128	630,819	37,109,669	1,318,362	1,409,328	84,072,152	5,187,742
\$75,000 under \$100,000.....	7,214,883	617,923,849	85,209,357	90,489	7,631,522	251,986	162,698	13,471,994	829,402
\$100,000 under \$200,000.....	6,263,188	822,169,045	143,720,694	27,533	3,638,932	105,831	26,143	3,285,994	203,409
\$200,000 or more.....	2,083,744	1,203,742,834	316,794,894	11,628	6,814,693	177,332	4,778	2,811,014	170,435
Joint returns									
Total.....	42,004,328	3,535,422,403	566,192,892	6,198,900	198,331,386	6,153,575	5,122,816	214,695,493	13,092,399
Under \$5,000.....	2,032	-3,834,008	66,185	-	-	-	-	-	-
\$5,000 under \$10,000.....	1154	814	6,198	-	-	-	1,928	20,610	1,196
\$10,000 under \$15,000.....	436,234	6,137,160	65,588	434,262	6,116,041	62,554	132,315	2,572,777	138,194
\$15,000 under \$20,000.....	1,578,826	27,818,641	888,395	1,443,759	25,196,774	741,931	948,737	21,371,148	1,284,595
\$20,000 under \$25,000.....	1,836,544	41,509,939	2,040,937	739,237	16,541,818	494,455	14,493,674	871,328	1,284,595
\$25,000 under \$30,000.....	2,197,292	60,581,025	3,448,571	722,922	19,922,079	513,801	528,278	14,493,674	871,328
\$30,000 under \$40,000.....	5,349,124	187,725,922	12,876,765	1,373,503	47,290,530	1,468,900	1,038,265	36,402,344	2,200,003
\$40,000 under \$50,000.....	5,595,345	251,894,306	20,180,260	816,282	36,155,135	1,255,177	990,763	44,360,704	2,707,062
\$50,000 under \$75,000.....	11,718,930	721,893,794	71,699,826	562,651	33,048,642	1,179,841	1,303,393	77,905,706	4,809,299
\$75,000 under \$100,000.....	6,133,668	526,017,499	68,920,265	77,477	6,499,535	222,295	153,395	12,703,045	782,604
\$100,000 under \$200,000.....	5,369,294	704,966,822	119,870,676	20,361	2,669,851	79,108	21,813	2,697,953	165,667
\$200,000 or more.....	1,786,886	1,010,710,488	266,129,227	8,446	4,890,982	135,512	3,928	2,167,530	132,452
Single returns									
Total.....	41,849,634	1,247,378,443	176,506,659	7,564,348	73,538,962	2,132,737	4,816,947	64,580,060	3,943,169
Under \$5,000.....	2,502,742	6,642,843	362,178	1,551,404	5,099,190	77,369	254,404	490,045	29,295
\$5,000 under \$10,000.....	5,602,519	43,961,483	1,820,830	3,908,458	30,975,172	827,769	874,641	6,190,970	370,650
\$10,000 under \$15,000.....	6,470,012	80,515,178	5,205,266	1,326,903	15,146,109	564,140	2,859,706	34,838,929	2,120,834
\$15,000 under \$20,000.....	5,675,186	98,957,931	8,365,798	323,326	5,619,213	158,625	325,426	5,567,309	346,942
\$20,000 under \$25,000.....	4,646,495	104,359,462	10,129,156	180,651	4,037,717	123,345	176,945	3,941,561	246,046
\$25,000 under \$30,000.....	3,783,175	103,846,467	10,892,469	71,794	1,960,114	69,432	115,013	3,122,822	191,366
\$30,000 under \$40,000.....	5,276,346	181,912,571	21,288,039	113,782	3,934,648	122,105	91,497	3,146,125	193,292
\$40,000 under \$50,000.....	3,067,578	136,946,921	19,308,062	35,103	1,588,153	52,209	49,876	2,235,916	136,639
\$50,000 under \$75,000.....	3,023,536	180,056,431	29,100,610	34,342	2,041,789	62,110	57,811	3,412,533	208,531
\$75,000 under \$100,000.....	858,563	73,009,733	13,274,905	9,730	836,383	19,179	7,333	612,049	36,633
\$100,000 under \$200,000.....	706,663	92,473,866	19,046,278	6,512	864,941	23,795	3,628	498,869	32,241
\$200,000 or more.....	236,816	144,695,558	37,713,067	2,343	1,434,534	32,658	666	522,930	30,701

Footnotes at end of table.

**Table 3.2--Returns with Total Income Tax as a Percentage of Adjusted Gross Income, by Size of Adjusted Gross Income**

--Continued

(All figures are estimates based on samples--money amounts are in thousands of dollars)

Total income tax as a percentage of adjusted gross income--continued									
Size of adjusted gross income	7 under 10 percent			10 under 12 percent			12 under 15 percent		
	Number of returns	Adjusted gross income less deficit	Total income tax	Number of returns	Adjusted gross income less deficit	Total income tax	Number of returns	Adjusted gross income less deficit	Total income tax
	(10)	(11)	(12)	(13)	(14)	(15)	(16)	(17)	(18)
All returns									
Total.....	24,550,209	844,766,320	72,775,329	16,777,493	709,120,822	77,695,442	10,448,000	699,539,895	94,585,110
Under \$5,000.....	393,150	1,044,099	86,990	120,272	340,366	37,996	80,929	253,930	33,091
\$5,000 under \$10,000.....	672,332	5,770,051	457,547	39,041	275,341	30,182	48,613	340,716	45,039
\$10,000 under \$15,000.....	2,209,359	29,507,980	2,328,857	173,930	2,376,380	247,984	29,951	371,189	48,590
\$15,000 under \$20,000.....	5,025,289	87,808,270	7,760,237	238,494	4,213,607	461,450	26,297	469,880	61,397
\$20,000 under \$25,000.....	1,813,355	39,975,393	3,558,515	3,042,618	69,581,177	7,276,267	41,526	962,276	121,550
\$25,000 under \$30,000.....	2,008,715	55,422,765	4,560,881	3,149,055	86,419,721	9,582,759	78,265	2,205,994	281,303
\$30,000 under \$40,000.....	4,307,158	150,190,344	13,043,211	2,667,161	89,582,558	9,962,961	2,429,115	87,621,101	11,686,785
\$40,000 under \$50,000.....	2,892,788	129,713,580	11,128,270	2,273,442	102,480,235	11,027,646	1,033,721	45,871,895	6,275,251
\$50,000 under \$75,000.....	4,293,179	257,944,045	22,185,112	3,676,253	220,998,368	24,305,916	3,182,026	204,328,063	27,320,432
\$75,000 under \$100,000.....	804,192	67,117,113	5,864,633	1,117,877	93,856,568	10,402,785	2,351,211	201,367,817	27,305,981
\$100,000 under \$200,000.....	118,489	14,064,298	1,253,180	265,909	30,573,828	3,418,633	1,112,072	132,543,031	18,228,470
\$200,000 or more.....	12,203	6,208,382	547,896	13,441	8,422,672	940,863	34,275	23,204,003	3,177,220
Joint returns									
Total.....	10,799,870	542,993,060	46,588,610	6,568,802	411,709,672	45,067,295	5,623,365	488,458,387	66,083,978
Under \$5,000.....	-	-	-	-	-	-	-	-	-
\$5,000 under \$10,000.....	-	-	-	-	-	-	-	-	-
\$10,000 under \$15,000.....	3	39	3	-	-	-	-	-	-
\$15,000 under \$20,000.....	6	117	11	348	5,293	618	1,910	35,103	5,138
\$20,000 under \$25,000.....	148,550	3,596,525	261,437	-	-	-	8	181	26
\$25,000 under \$30,000.....	944,157	26,110,926	2,054,923	-	-	-	948	27,433	3,356
\$30,000 under \$40,000.....	2,674,133	93,847,302	8,166,153	262,834	10,172,240	1,033,687	-	-	-
\$40,000 under \$50,000.....	2,149,557	97,043,111	8,274,912	1,634,477	74,138,430	7,907,322	1,093	47,854	6,381
\$50,000 under \$75,000.....	3,996,982	240,882,905	20,687,213	3,320,522	200,462,185	22,020,511	2,294,192	152,201,351	20,235,146
\$75,000 under \$100,000.....	774,494	64,621,361	5,642,996	1,089,185	91,517,575	10,144,166	2,241,721	192,216,061	26,041,907
\$100,000 under \$200,000.....	101,871	11,929,235	1,063,029	251,504	28,834,109	3,223,357	1,055,842	125,934,065	17,324,201
\$200,000 or more.....	10,115	4,961,540	437,933	9,931	6,579,840	737,634	27,652	17,996,338	2,467,824
Single returns									
Total.....	10,927,174	206,355,659	18,036,280	8,935,260	248,145,078	27,260,571	4,103,695	172,113,553	23,259,625
Under \$5,000.....	393,150	1,044,099	86,990	120,272	340,366	37,996	80,929	253,930	33,091
\$5,000 under \$10,000.....	670,319	5,755,507	456,437	37,104	257,730	28,308	48,613	340,716	45,039
\$10,000 under \$15,000.....	2,066,051	27,607,834	2,177,912	167,696	2,300,879	239,419	27,949	349,896	45,776
\$15,000 under \$20,000.....	4,832,537	84,446,488	7,468,027	171,995	2,950,056	330,493	14,344	248,427	33,338
\$20,000 under \$25,000.....	1,382,884	29,872,323	2,762,110	2,868,780	65,655,240	6,852,665	27,669	640,281	80,919
\$25,000 under \$30,000.....	558,652	15,369,932	1,356,042	3,009,096	82,605,881	9,164,506	25,776	710,896	90,720
\$30,000 under \$40,000.....	676,187	23,129,871	2,052,771	2,078,476	67,822,942	7,685,547	2,301,900	83,347,345	11,110,167
\$40,000 under \$50,000.....	225,523	9,830,523	853,108	301,523	13,337,149	1,486,062	933,150	41,252,144	5,661,633
\$50,000 under \$75,000.....	85,458	4,939,551	438,636	152,896	8,948,971	998,584	537,550	31,221,937	4,277,817
\$75,000 under \$100,000.....	21,684	1,800,534	159,025	12,066	998,757	110,404	66,169	5,490,188	760,305
\$100,000 under \$200,000.....	13,233	1,713,063	153,566	12,094	1,470,941	165,156	33,934	4,048,409	550,275
\$200,000 or more.....	1,496	845,935	73,637	3,261	1,456,166	161,431	5,711	4,209,383	570,547

Footnotes at end of table.

**Table 3.2--Returns with Total Income Tax: Total Income Tax as a Percentage of Adjusted Gross Income, by Size of Adjusted Gross Income**  
**--Continued**

(All figures are estimates based on samples--money amounts are in thousands of dollars)

Size of adjusted gross income	Total income tax as a percentage of adjusted gross income--continued									
	15 under 17 percent			17 under 25 percent			25 under 30 percent			Total income tax
	Number of returns	Adjusted gross income less deficit	Total income tax	Number of returns	Adjusted gross income less deficit	Total income tax	Number of returns	Adjusted gross income less deficit	Total income tax	
(19)	(20)	(21)	(22)	(23)	(24)	(25)	(26)	(27)		
All returns	5,486,768	459,832,000	73,544,933	7,383,098	1,141,291,588	230,882,381	719,805	282,135,219	77,168,814	
	34,626	110,322	17,667	54,882	192,671	37,716	*8,676	*33,414	*8,999	
	*6,611	*37,896	*6,296	47,104	333,684	65,576	*4,739	*33,004	*8,976	
	*2,843	*35,403	*5,389	16,009	201,799	41,375	*1,908	*24,649	*7,013	
	*40	*790	*127	7,345	123,963	26,277	-	-	-	
	*956	*20,385	*3,181	*3,818	*85,441	*18,283	-	-	-	
	-	-	-	*1,966	*53,523	*10,070	*948	*26,521	*7,304	
	77,601	2,821,784	444,719	*3,913	*137,399	*30,464	*8	*245	*72	
	1,347,055	60,023,287	9,583,952	265,609	12,787,063	2,232,759	*881	*36,223	*9,378	
	1,042,983	65,567,242	10,396,305	1,600,826	96,764,611	18,063,313	*1,045	*70,287	*18,324	
	1,529,600	131,898,720	21,061,058	1,157,619	102,468,610	19,460,495	1,080	101,747	26,519	
	1,397,154	174,348,014	27,997,743	3,218,958	448,218,061	88,237,213	88,032	14,235,925	3,748,197	
	47,299	24,968,157	4,028,495	1,005,048	479,924,762	102,658,838	612,489	267,573,202	73,334,030	
Joint returns	2,906,778	315,079,356	50,375,549	3,979,140	819,459,257	166,483,360	520,781	230,387,375	63,093,086	
	-	-	-	-	-	-	-	-	-	
	-	-	-	-	-	-	-	-	-	
	-	-	-	-	-	-	-	-	-	
	*40	*790	*127	*388	*6,768	*1,560	-	-	-	
	*8	*174	*29	-	-	-	-	-	-	
	-	-	-	*978	*26,659	*4,687	-	-	-	
	-	-	-	*30	*1,017	*239	*8	*245	*72	
	*161	*6,984	*1,147	*2,998	*141,480	*27,888	-	-	-	
	234,896	16,992,506	2,613,609	3,347	211,984	44,203	*48	*2,911	*775	
	1,311,101	113,523,579	18,112,229	486,058	44,915,407	7,965,403	*133	*12,316	*3,285	
	1,321,973	165,123,261	26,505,408	2,582,689	365,602,645	70,782,151	6,744	1,280,375	326,218	
	38,599	19,432,062	3,143,000	902,651	408,553,297	87,657,228	513,847	229,091,528	62,762,736	
Single returns	2,243,180	121,945,716	19,531,462	3,021,433	272,451,141	54,481,447	163,936	40,310,332	10,940,935	
	34,626	110,322	17,667	54,882	192,671	37,716	*8,676	*33,414	*8,999	
	*6,611	*37,896	*6,296	47,104	333,684	65,576	*4,739	*33,004	*8,976	
	*2,843	*35,403	*5,389	16,009	201,799	41,375	*1,907	*24,638	*7,010	
	-	-	-	*6,611	*111,158	*23,248	-	-	-	
	-	*20,210	*3,152	*3,818	*85,441	*18,283	-	-	-	
	-	-	-	*948	*25,781	*5,123	*948	*26,521	*7,304	
	-	*369,554	*57,701	*2,713	*92,687	*22,016	-	-	-	
	1,305,727	58,177,294	9,286,054	214,880	10,450,342	1,808,271	*881	*36,223	*9,378	
	672,356	40,080,746	6,439,262	1,481,443	89,308,795	16,642,140	*997	*67,376	*17,549	
	157,186	13,243,544	2,126,547	584,383	50,027,138	10,061,696	-	-	-	
	46,368	5,781,293	934,842	521,787	66,995,247	14,256,182	67,916	10,946,252	2,869,459	
	6,767	4,089,454	654,551	86,856	54,626,398	11,499,820	77,872	29,142,902	8,012,259	

Footnotes at end of table



Table 3.2--Returns with Total Income Tax as a Percentage of Adjusted Gross Income, by Size of Adjusted Gross Income

--Continued

(All figures are estimates based on samples--money amounts are in thousands of dollars)

Size of adjusted gross income	Total income tax as a percentage of adjusted gross income--continued									
	30 under 50 percent			50 under 100 percent			100 percent or more			Total income tax
	Number of returns	Adjusted gross income less deficit	Total income tax	Number of returns	Adjusted gross income less deficit	Total income tax	Number of returns	Adjusted gross income less deficit	Total income tax	
	(28)	(29)	(30)	(31)	(32)	(33)	(34)	(35)	(36)	
<b>All returns</b>										
Total.....	364,546	384,363,591	131,674,309	6,069	1,155,995	753,056	7,451	-5,359,883	246,941	
Under \$5,000 .....	-	-	-	-	-	-	6,697	-5,464,566	106,329	
\$5,000 under \$10,000 .....	*4,930	*36,805	*11,778	*11	*79	*65	*152	*795	*6,311	
\$10,000 under \$15,000 .....	*948	*9,691	*3,410	*8	*82	*58	*32	*388	*1,777	
\$15,000 under \$20,000 .....	*948	*15,280	*5,125	*51	*902	*631	*6	*117	*186	
\$20,000 under \$25,000 .....	*4,691	*104,163	*37,123	†	†	†	†	†	†	
\$25,000 under \$30,000 .....	*948	*24,521	*7,976	†	†	†	†	†	†	
\$30,000 under \$40,000 .....	†	†	†	†	†	†	†	†	†	
\$40,000 under \$50,000 .....	*919	*38,333	*14,764	*10	*450	*315	-	-	-	
\$50,000 under \$75,000 .....	*1,702	*106,673	*42,896	*1,891	*114,507	*82,229	*5	*300	*498	
\$75,000 under \$100,000 .....	*62	*5,063	*1,896	*49	*4,092	*3,523	*7	*604	*1,078	
\$100,000 under \$200,000 .....	8,073	1,125,492	395,549	*459	*68,146	*47,959	*366	*67,323	*84,510	
\$200,000 or more .....	341,322	382,897,477	131,153,761	1,230	887,343	569,911	*31	*31,128	*36,113	
<b>Joint returns</b>										
Total.....	277,753	317,220,208	108,524,944	3,496	822,673	535,797	2,628	-3,734,464	194,299	
Under \$5,000 .....	-	-	-	-	-	-	2,032	-3,834,008	66,185	
\$5,000 under \$10,000 .....	-	-	-	*3	*26	*17	*151	*788	*6,181	
\$10,000 under \$15,000 .....	-	-	-	*8	*82	*58	*32	*388	*1,777	
\$15,000 under \$20,000 .....	-	-	-	*51	*902	*631	*6	*117	*186	
\$20,000 under \$25,000 .....	-	-	-	†	†	†	†	†	†	
\$25,000 under \$30,000 .....	-	-	-	†	†	†	†	†	†	
\$30,000 under \$40,000 .....	-	-	-	†	†	†	†	†	†	
\$40,000 under \$50,000 .....	*3	*157	*56	*10	*450	*315	-	-	-	
\$50,000 under \$75,000 .....	*1,002	*70,796	*26,502	*1,891	*114,507	*82,229	*5	*300	*498	
\$75,000 under \$100,000 .....	*62	*5,063	*1,896	*40	*3,317	*3,064	*3	*239	*421	
\$100,000 under \$200,000 .....	5,721	769,186	278,444	*413	*59,221	*40,093	*362	*66,920	*83,001	
\$200,000 or more .....	270,966	316,375,005	108,218,047	721	631,729	401,537	*30	*30,636	*35,324	
<b>Single returns</b>										
Total.....	66,714	48,598,628	16,726,220	2,392	255,378	146,792	4,556	-916,063	45,420	
Under \$5,000 .....	-	-	-	-	-	-	4,399	-921,196	33,054	
\$5,000 under \$10,000 .....	*4,930	*36,805	*11,778	-	-	-	-	-	-	
\$10,000 under \$15,000 .....	*948	*9,691	*3,410	-	-	-	-	-	-	
\$15,000 under \$20,000 .....	*948	*15,280	*5,125	-	-	-	-	-	-	
\$20,000 under \$25,000 .....	†	†	†	-	-	-	†	†	†	
\$25,000 under \$30,000 .....	†	†	†	-	-	-	†	†	†	
\$30,000 under \$40,000 .....	*3	*94	*32	†	†	†	†	†	†	
\$40,000 under \$50,000 .....	*916	*38,176	*14,708	-	-	-	-	-	-	
\$50,000 under \$75,000 .....	*683	*34,733	*15,981	-	-	-	-	-	-	
\$75,000 under \$100,000 .....	-	-	-	*8	*774	*460	-	-	-	
\$100,000 under \$200,000 .....	*1,144	*145,059	*51,837	†	†	†	†	*365	*657	
\$200,000 or more .....	51,503	48,189,107	16,578,251	339	178,258	98,424	†	†	†	

\* Estimate should be used with caution due to the small number of sample returns on which it is based.

† Data deleted to avoid disclosure of information for specific taxpayers. Deleted data are included in appropriate totals.

NOTE: Detail may not add to totals because of rounding

Table 3.3--All Returns: Tax Liability, Tax Credits, and Tax Payments, by Size of Adjusted Gross Income

(All returns are estimates based on samples--money amounts are in thousands of dollars)

Size of adjusted gross income		All returns	Tax credits																Minimum tax credit	
			Total		Child care credit		Credit for the elderly or disabled		Child tax credit		Education credit		Adoption credit		Earned income credit used to offset income tax before credit					
			Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount		
		(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)	(17)		
All returns, total.....		124,770,662	34,271,812	30,055,933	6,128,155	2,660,573	180,473	35,689	24,810,781	15,143,468	4,652,596	3,376,647	40,668	83,046	5,919,232	2,232,025	108,583	818,389		
No adjusted gross income.....		994,831	1,991	194	*228	*20	-	-	1,977	170	-	-	-	-	-	-	*3	-		
\$1 under \$5,000.....		13,218,016	137,102	4,127	-	-	*2,002	*648	-	-	-	-	-	-	-	-	*2,320	*651		
\$5,000 under \$10,000.....		13,071,279	1,331,103	126,730	*6,974	*517	47,357	4,539	*13,832	*705	185,998	40,044	-	-	*1,020,519	*79,193	-	-		
\$10,000 under \$15,000.....		12,901,535	1,847,674	554,446	130,648	34,217	80,062	19,790	1,036,335	240,588	321,341	170,622	-	-	435,789	79,058	*1,896	*1,009		
\$15,000 under \$20,000.....		11,724,272	3,329,917	1,946,592	441,160	175,210	35,230	7,090	2,342,930	821,291	354,291	240,874	-	-	1,478,100	683,012	*414	*137		
\$20,000 under \$25,000.....		10,100,266	3,341,250	2,765,654	482,839	221,268	15,822	3,620	2,569,766	1,272,735	308,742	200,476	*2,002	*763	1,984,693	1,046,220	*959	*195		
\$25,000 under \$30,000.....		8,192,496	2,617,197	2,046,727	451,044	202,035	-	-	2,130,975	1,242,601	338,931	229,641	*2,934	*3,311	984,239	344,363	*274	*213		
\$30,000 under \$40,000.....		13,135,034	4,338,491	3,279,015	836,667	338,567	-	-	3,663,436	2,392,901	616,107	466,691	*6,962	10,290	*15,891	*178	1,845	642		
\$40,000 under \$50,000.....		9,973,659	3,911,843	3,196,464	827,525	347,670	-	-	3,332,412	2,332,108	587,167	376,839	*7,884	15,540	-	-	*1,932	*2,907		
\$50,000 under \$75,000.....		15,886,502	7,055,324	6,284,476	1,526,953	676,184	-	-	5,888,112	4,232,350	1,186,887	1,092,185	*11,896	33,603	-	-	8,580	15,552		
\$75,000 under \$100,000.....		7,221,303	3,576,446	3,203,086	753,632	344,505	-	-	2,786,854	1,991,674	753,125	559,273	*7,108	16,555	-	-	8,066	11,740		
\$100,000 under \$200,000.....		6,266,258	2,058,963	1,703,625	566,329	265,731	-	-	1,044,152	616,344	-	-	*1,879	*2,970	-	-	30,616	89,323		
\$200,000 under \$500,000.....		1,606,186	498,585	1,311,851	88,175	45,981	-	-	-	-	-	-	-	-	-	-	34,281	159,651		
\$500,000 under \$1,000,000.....		307,020	133,342	1,099,809	11,575	6,082	-	-	-	-	-	-	-	-	-	-	10,067	157,978		
\$1,000,000 or more.....		172,004	92,583	2,533,138	4,404	2,583	-	-	-	-	-	-	*3	*16	-	-	7,332	378,389		
Taxable returns, total.....		93,047,898	26,509,195	25,076,522	5,008,313	2,172,755	109,027	24,198	19,073,654	12,604,351	4,033,267	2,973,335	23,860	40,274	2,365,067	879,537	105,515	794,315		
No adjusted gross income.....		3,686	*11	*2	-	-	-	-	*11	*2	-	-	-	-	-	-	-	-		
\$1 under \$5,000.....		2,509,214	131,080	4,042	-	-	*2,002	*648	-	-	-	-	-	-	-	-	*1,937	*644		
\$5,000 under \$10,000.....		5,748,485	749,840	57,013	-	-	*11,903	*529	*969	*3	32,951	5,836	-	-	646,855	49,196	-	-		
\$10,000 under \$15,000.....		7,438,637	321,437	93,432	*2,002	*368	56,437	14,779	35,030	14,012	162,028	58,605	-	-	*7,119	*7	*1,896	*1,009		
\$15,000 under \$20,000.....		7,926,390	527,666	294,877	20,015	6,595	22,863	4,621	133,533	55,233	262,925	175,512	-	-	48,121	45,086	-	-		
\$20,000 under \$25,000.....		7,904,250	1,463,776	1,132,474	145,350	57,830	15,822	3,620	921,325	391,366	211,916	129,364	-	-	919,606	540,289	-	-		
\$25,000 under \$30,000.....		7,460,565	1,997,251	1,401,073	301,511	122,429	-	-	1,555,528	835,622	285,714	181,949	-	-	727,476	244,780	*119	*86		
\$30,000 under \$40,000.....		12,779,095	4,073,012	2,968,109	776,236	304,330	-	-	3,440,662	2,194,257	565,205	410,264	*4,045	*5,064	*1,5891	*178	*1,732	*312		
\$40,000 under \$50,000.....		9,875,704	3,852,362	3,088,113	814,318	340,434	-	-	3,286,441	2,291,116	578,440	368,844	*4,977	*5,189	-	-	*1,543	*1,686		
\$50,000 under \$75,000.....		15,840,056	7,034,439	6,231,205	1,524,779	675,894	-	-	5,869,596	4,215,176	1,181,111	1,083,865	*5,847	*10,482	-	-	8,565	15,531		
\$75,000 under \$100,000.....		7,214,883	3,575,908	3,202,244	753,630	344,504	-	-	2,786,492	1,991,245	752,976	559,096	*7,108	16,555	-	-	8,058	11,709		
\$100,000 under \$200,000.....		6,263,188	2,058,234	1,688,333	566,324	265,727	-	-	1,044,068	616,321	-	-	*1,879	*2,970	-	-	30,159	79,016		
\$200,000 under \$500,000.....		1,605,059	498,330	1,298,031	88,172	45,980	-	-	-	-	-	-	-	-	-	-	34,146	153,441		
\$500,000 under \$1,000,000.....		306,822	133,295	1,093,595	11,572	6,081	-	-	-	-	-	-	-	-	-	-	10,039	154,496		
\$1,000,000 or more.....		171,862	92,554	2,523,978	4,403	2,582	-	-	-	-	-	-	-	-	-	-	7,323	376,384		
Nontaxable returns, total.....		31,722,764	7,762,617	4,979,411	1,119,842	487,818	71,446	11,491	5,737,127	2,539,117	619,330	403,312	16,809	42,772	3,554,165	1,352,488	3,068	24,074		

Footnotes at end of table

**Table 3.3--All Returns: Tax Liability, Tax Credits, and Tax Payments, by Size of Adjusted Gross Income--Continued**  
 (All returns are estimates based on samples--money amounts are in thousands of dollars)

Size of adjusted gross income	Tax credits--continued															Income tax after credits		Alternative minimum tax	
	Foreign tax credit		General business credit		Empowerment zone emp. credit		Nonconventional source fuel credit		Other tax credits		Number of returns	Amount	Number of returns	Amount	Number of returns	Amount			
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount									
(18)	(19)	(20)	(21)	(22)	(23)	(24)	(25)	(26)	(27)	(28)	(29)	(30)	(31)						
All returns, total.....	2,995,294	4,677,022	272,197	732,487	3,100	22,088	23,823	46,591	44,887	124,165	93,026,912	783,512,929	853,433	5,014,549					
No adjusted gross income.....	-	-	**	**	-	-	-	-	-	-	-	-	-	-					
\$1 under \$5,000.....	130,885	2,093	**1,898	**735	-	-	-	-	-	-	2,508,205	341,497	*1,010	*4,809					
\$5,000 under \$10,000.....	64,159	1,390	*3,191	*341	-	-	-	-	-	-	5,748,318	1,858,902	*1,114	*6,558					
\$10,000 under \$15,000.....	62,761	5,667	*6,663	*2,295	-	-	*1,896	*1,199	-	-	7,438,542	5,585,229	1,011	3,219					
\$15,000 under \$20,000.....	79,958	14,307	3,501	1,792	-	-	*2,812	*774	-	-	7,925,501	9,974,144	2,201	4,876					
\$20,000 under \$25,000.....	70,348	12,235	7,180	3,474	-	-	*227	*40	-	-	7,904,114	13,860,484	3,050	10,620					
\$25,000 under \$30,000.....	74,289	11,180	*5,616	*8,647	-	-	*218	*36	**	**	7,459,537	16,987,312	3,949	5,945					
\$30,000 under \$40,000.....	169,318	31,610	13,996	20,212	-	-	*101	*109	**	**	12,778,102	40,333,007	11,036	14,492					
\$40,000 under \$50,000.....	203,661	42,608	15,747	15,804	-	-	*2,074	*5,459	**	**	9,874,394	44,805,550	14,838	9,008					
\$50,000 under \$75,000.....	472,503	109,729	47,199	68,222	-	-	*2,041	*352	-	-	15,836,746	108,848,135	80,148	72,993					
\$75,000 under \$100,000.....	386,630	179,762	34,026	71,111	-	-	2,711	13,081	-	-	7,211,379	85,048,922	110,260	160,435					
\$100,000 under \$200,000.....	714,135	576,619	70,478	132,654	*358	*391	7,524	5,940	8,253	7,234	6,260,419	142,930,962	274,217	789,731					
\$200,000 under \$500,000.....	374,020	970,629	37,565	113,595	1,363	3,094	1,831	7,607	5,265	11,225	1,603,786	109,801,858	270,103	1,743,386					
\$500,000 under \$1,000,000.....	111,820	833,819	13,720	81,156	950	9,737	1,289	1,751	1,713	9,286	306,258	57,694,849	51,136	782,441					
\$1,000,000 or more.....	80,805	1,885,376	11,418	212,449	429	8,865	1,101	10,243	1,800	34,678	171,594	145,442,075	25,689	1,315,968					
Taxable returns, total.....	2,961,509	4,604,297	252,665	709,340	3,100	22,088	19,752	41,111	42,819	114,726	93,026,912	783,512,929	853,433	5,014,549					
No adjusted gross income.....	-	-	-	-	-	-	-	-	-	-	-	-	-	-					
\$1 under \$5,000.....	125,246	2,014	*1,896	*735	-	-	-	-	-	-	-	-	-	-					
\$5,000 under \$10,000.....	64,159	1,390	*948	*59	-	-	-	-	-	-	2,508,205	341,497	*1,010	*4,809					
\$10,000 under \$15,000.....	55,978	3,675	*2,660	*449	-	-	*948	*527	-	-	5,748,318	1,858,902	*1,114	*6,558					
\$15,000 under \$20,000.....	74,667	7,306	*948	*233	-	-	*916	*290	-	-	7,438,542	5,585,229	1,011	3,219					
\$20,000 under \$25,000.....	66,805	6,126	*3,997	*842	-	-	-	-	-	-	7,925,501	9,974,144	2,201	4,876					
\$25,000 under \$30,000.....	71,451	8,345	*2,712	*3,129	-	-	*227	*40	-	-	7,904,114	13,860,484	3,050	10,620					
\$30,000 under \$40,000.....	166,491	25,678	11,513	13,975	-	-	*40	*48	-	-	7,459,537	16,987,312	3,949	5,945					
\$40,000 under \$50,000.....	197,601	16,131	14,812	15,239	-	-	*915	*1,208	-	-	12,778,102	40,333,007	11,036	14,492					
\$50,000 under \$75,000.....	472,479	109,617	46,035	64,003	-	-	*2,033	*341	-	-	9,874,394	44,805,550	14,838	9,008					
\$75,000 under \$100,000.....	386,604	179,575	34,022	71,094	-	-	-	-	-	-	15,836,746	108,848,135	80,148	72,993					
\$100,000 under \$200,000.....	713,566	571,800	70,463	132,635	*358	*391	7,524	5,940	*6,796	*14,093	7,211,379	85,048,922	110,260	160,435					
\$200,000 under \$500,000.....	373,882	963,303	37,528	113,368	1,363	3,094	1,831	7,607	8,212	7,114	6,260,419	142,930,962	274,217	789,731					
\$500,000 under \$1,000,000.....	111,798	831,093	13,718	81,152	950	9,737	1,289	1,751	5,263	11,172	1,603,786	109,801,858	270,103	1,743,386					
\$1,000,000 or more.....	80,781	1,878,244	11,413	212,426	429	8,865	1,101	10,243	1,713	9,286	306,258	57,694,849	51,136	782,441					
Nontaxable returns, total.....	33,785	72,726	19,532	23,147	-	-	4,071	5,479	*2,068	*9,439	-	-	-	-					

Footnotes at end of table.



**Table 3.3--All Returns: Tax Liability, Tax Credits, and Tax Payments, by Size of Adjusted Gross Income--Continued**  
 (All returns are estimates based on samples--money amounts are in thousands of dollars)

Size of adjusted gross income	Form 4970 tax-accumulation distribution		Total income tax		All other taxes									
	Number of returns	Amount	Number of returns	Amount	Total		Penalty tax on qualified retirement plans		Self-employment tax		Social security taxes on tip income		Household employment tax	
					Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
(32)	(33)	(34)	(35)	(36)	(37)	(38)	(39)	(40)	(41)	(42)	(43)	(44)	(45)	
All returns, total.....	2,210	14,501	93,047,898	788,541,979	17,693,166	35,741,169	3,786,186	2,699,419	13,757,431	31,914,256	245,028	26,264	284,706	752,307
No adjusted gross income.....	-	-	3,686	90,071	176,011	290,854	22,539	17,266	144,795	254,785	*6	-	13,685	18,165
\$1 under \$5,000 .....	-	-	2,509,214	346,306	934,101	396,335	36,992	4,321	870,125	390,284	26,020	491	*824	*1,206
\$5,000 under \$10,000 .....	-	-	5,748,485	1,865,461	1,684,421	1,379,675	93,799	21,050	1,528,760	1,349,031	59,711	4,643	2,895	4,534
\$10,000 under \$15,000 .....	-	-	7,438,637	5,588,448	1,397,547	1,535,100	182,724	60,012	1,165,749	1,450,563	48,875	3,985	12,029	20,405
\$15,000 under \$20,000 .....	-	-	7,926,350	9,979,020	1,202,955	1,512,113	202,529	44,055	977,540	1,454,898	34,694	6,780	1,008	6,174
\$20,000 under \$25,000 .....	-	-	7,904,250	13,871,104	1,168,109	1,620,751	246,476	71,457	906,420	1,540,838	18,820	2,514	2,291	5,614
\$25,000 under \$30,000 .....	-	-	7,460,565	16,993,257	1,023,196	1,506,216	268,103	99,120	767,316	1,400,683	*8,917	*848	3,874	4,350
\$30,000 under \$40,000 .....	*2,022	*184	12,779,095	40,347,683	1,826,951	2,872,634	515,902	203,612	1,338,766	2,649,226	16,574	2,096	9,019	16,963
\$40,000 under \$50,000 .....	-	-	9,875,704	44,814,558	1,647,168	2,664,411	501,205	245,576	1,169,440	2,380,827	16,977	1,528	8,085	35,333
\$50,000 under \$75,000 .....	-	-	15,840,056	108,921,128	2,771,102	5,737,237	851,647	544,737	1,941,387	5,078,993	*11,779	*3,242	29,460	102,258
\$75,000 under \$100,000 .....	-	-	7,214,883	85,209,357	1,435,328	3,998,971	457,921	536,214	1,000,521	3,420,749	-	-	20,757	40,609
\$100,000 under \$200,000 .....	*40	*1	6,263,188	143,720,694	1,626,737	6,416,660	355,083	683,766	1,255,547	5,593,767	*2,606	*137	68,443	133,669
\$200,000 under \$500,000 .....	*8	*2	1,605,059	11,545,246	595,527	3,613,588	44,226	147,189	519,216	3,309,687	-	-	64,671	154,008
\$500,000 under \$1,000,000 .....	*40	*5,553	306,822	58,482,844	123,775	943,262	4,918	13,272	105,619	841,628	*40	*1	25,675	80,039
\$1,000,000 or more .....	99	8,761	171,862	146,766,804	80,237	1,253,364	2,121	7,772	66,231	798,302	*8	-	21,992	128,979
Taxable returns, total.....	2,210	14,501	93,047,898	788,541,979	13,183,376	30,724,652	3,369,227	2,581,931	9,764,750	27,188,514	123,829	13,298	249,740	593,783
No adjusted gross income	-	-	3,686	90,071	1,731	13,607	141	152	1,487	11,391	-	-	171	1,824
\$1 under \$5,000 .....	-	-	2,509,214	346,306	49,436	12,617	*3,767	*213	41,760	12,397	*3,909	*7	-	-
\$5,000 under \$10,000 .....	-	-	5,748,485	1,865,461	327,409	252,868	27,739	8,359	280,615	243,809	*12,080	*403	-	-
\$10,000 under \$15,000 .....	-	-	7,438,637	5,588,448	612,143	606,807	96,847	29,003	481,026	559,627	19,967	975	*11,075	*17,121
\$15,000 under \$20,000 .....	-	-	7,926,390	9,979,020	661,561	753,272	108,179	25,998	531,845	724,742	19,925	2,318	*3	*6
\$20,000 under \$25,000 .....	-	-	7,904,250	13,871,104	758,204	976,193	177,484	54,733	563,898	918,915	*13,885	*1,899	*235	*346
\$25,000 under \$30,000 .....	-	-	7,460,565	16,993,257	834,056	1,149,769	240,941	93,580	608,400	1,053,748	*7,942	*793	*2,938	*1,579
\$30,000 under \$40,000 .....	*2,022	*184	12,779,095	40,347,683	1,710,931	2,596,420	503,112	195,088	1,234,976	2,385,757	14,710	1,995	*7,149	*12,842
\$40,000 under \$50,000 .....	-	-	9,875,704	44,814,558	1,608,391	2,518,481	496,198	242,031	1,139,173	2,269,389	16,977	1,528	*3,637	*4,386
\$50,000 under \$75,000 .....	-	-	15,840,056	108,921,128	2,760,972	5,636,049	850,582	544,713	1,937,186	5,055,855	*11,779	*3,242	23,381	24,233
\$75,000 under \$100,000 .....	-	-	7,214,883	85,209,357	1,433,426	3,989,984	457,918	536,214	998,651	3,412,271	-	-	20,720	40,100
\$100,000 under \$200,000 .....	*40	*1	6,263,188	143,720,694	1,626,091	6,413,002	355,079	683,749	1,255,015	5,592,433	*2,606	*137	68,282	131,363
\$200,000 under \$500,000 .....	*8	*2	1,605,059	11,545,246	595,138	3,610,061	44,202	147,086	518,958	3,308,633	-	-	64,531	151,657
\$500,000 under \$1,000,000 .....	*40	*5,553	306,822	58,482,844	123,713	942,786	4,917	13,244	105,569	841,403	*40	*1	25,657	79,816
\$1,000,000 or more .....	99	8,761	171,862	146,766,804	80,175	1,252,735	2,120	7,771	66,192	798,146	*8	-	21,961	128,510
Nontaxable returns, total.....	-	-	-	-	4,509,789	5,016,518	416,959	117,487	3,992,681	4,725,742	121,199	12,965	34,966	158,524

Footnotes at end of table

Table 3.3--All Returns: Tax Liability, Tax Credits, and Tax Payments, by Size of Adjusted Gross Income--Continued

(All returns are estimates based on samples--money amounts are in thousands of dollars)

Size of adjusted gross income	Earned income credit used to offset other taxes		Total tax liability		Number of returns without tax liability	Tax payments					
	Number of returns	Amount	Number of returns	Total		Income tax withheld		Estimated tax payments			
				(46)		(47)	(48)	(49)	(50)	(51)	(52)
All returns, total.....	3,165,398	2,358,148	95,535,006	821,899,253	29,235,655	115,151,603	861,317,704	109,144,689	636,248,491	13,072,121	177,750,952
No adjusted gross income.....	48,776	22,349	157,417	353,140	837,415	367,077	1,541,025	269,867	714,286	94,377	674,339
\$1 under \$5,000.....	508,898	135,484	3,204,770	607,668	10,013,246	9,897,985	2,161,560	9,586,423	1,866,316	272,157	252,717
\$5,000 under \$10,000.....	1,046,114	715,086	6,342,396	2,535,687	6,728,883	10,777,351	6,265,853	10,371,182	5,663,155	449,961	539,213
\$10,000 under \$15,000.....	586,154	688,237	7,721,679	6,462,998	5,179,856	11,429,719	11,849,882	10,763,513	10,752,073	825,234	1,015,862
\$15,000 under \$20,000.....	497,055	508,981	8,166,534	11,011,174	3,557,738	10,933,346	17,580,071	10,294,871	16,028,004	887,315	1,473,922
\$20,000 under \$25,000.....	352,552	235,725	8,144,179	15,247,372	1,956,088	9,760,992	22,128,777	9,230,423	20,159,966	868,592	1,829,633
\$25,000 under \$30,000.....	125,849	52,286	7,600,445	18,418,916	592,051	8,017,452	24,248,210	7,628,685	22,178,788	721,731	1,972,604
\$30,000 under \$40,000.....	-	-	12,875,466	43,192,163	259,567	12,916,379	53,197,785	12,270,066	48,489,424	1,401,193	4,443,339
\$40,000 under \$50,000.....	-	-	9,908,382	47,465,737	65,277	9,860,730	56,563,474	9,435,559	51,620,978	1,090,838	4,694,336
\$50,000 under \$75,000.....	-	-	15,849,211	114,657,132	37,292	15,733,570	130,399,159	14,985,320	115,837,873	2,251,355	13,562,923
\$75,000 under \$100,000.....	-	-	7,216,437	89,208,214	4,866	7,166,168	93,069,205	6,798,347	79,766,572	1,331,487	12,204,991
\$100,000 under \$200,000.....	-	-	6,263,834	150,133,944	2,424	6,220,836	148,559,344	5,732,868	114,738,973	1,811,675	30,122,938
\$200,000 under \$500,000.....	-	-	1,605,448	115,158,835	738	1,593,541	106,101,723	1,379,983	67,433,940	761,598	32,945,836
\$500,000 under \$1,000,000.....	-	-	306,884	59,426,106	136	305,271	53,987,077	254,409	29,718,157	184,052	19,599,310
\$1,000,000 or more.....	-	-	171,924	148,020,168	80	171,189	133,664,557	143,174	51,279,987	120,556	52,418,988
Taxable returns, total.....	-	-	93,045,893	819,255,873	2,005	89,347,553	840,620,715	84,187,317	618,535,719	12,109,758	175,087,722
No adjusted gross income.....	-	-	3,683	103,601	3	2,402	116,456	1,467	24,109	1,183	53,474
\$1 under \$5,000.....	-	-	2,509,214	358,923	-	1,379,264	407,385	1,244,863	319,415	111,376	68,655
\$5,000 under \$10,000.....	-	-	5,748,485	2,118,324	-	5,138,378	3,458,895	4,955,356	3,192,106	224,483	235,751
\$10,000 under \$15,000.....	-	-	7,438,637	6,195,255	-	6,845,946	8,239,309	6,304,447	7,401,418	664,471	786,364
\$15,000 under \$20,000.....	-	-	7,926,390	10,732,211	-	7,464,806	13,205,283	6,897,865	11,934,690	789,624	1,227,188
\$20,000 under \$25,000.....	-	-	7,902,249	14,846,482	2,002	7,679,540	18,667,834	7,211,968	16,980,726	787,676	1,583,420
\$25,000 under \$30,000.....	-	-	7,460,565	18,141,864	-	7,329,207	22,799,227	6,977,223	20,978,007	662,083	1,731,696
\$30,000 under \$40,000.....	-	-	12,779,095	42,940,743	-	12,592,009	52,260,203	11,975,053	47,769,941	1,354,490	4,240,184
\$40,000 under \$50,000.....	-	-	9,875,704	47,332,058	-	9,774,490	56,187,410	9,362,735	*51,381,639	1,069,509	4,569,145
\$50,000 under \$75,000.....	-	-	15,840,056	114,556,355	-	15,692,237	130,110,124	14,953,038	115,684,937	2,239,430	13,433,337
\$75,000 under \$100,000.....	-	-	7,214,883	89,199,293	-	7,161,355	92,998,140	6,794,478	79,728,174	1,329,459	12,175,295
\$100,000 under \$200,000.....	-	-	6,263,188	150,130,289	-	6,219,009	148,513,308	5,731,920	114,730,987	1,810,438	30,087,846
\$200,000 under \$500,000.....	-	-	1,605,059	115,155,308	-	1,592,704	106,055,839	1,379,481	67,420,305	761,100	32,916,376
\$500,000 under \$1,000,000.....	-	-	306,822	59,425,630	-	305,125	53,977,693	254,315	29,715,525	183,963	19,593,385
\$1,000,000 or more.....	-	-	171,862	148,019,539	-	171,081	133,623,609	143,108	51,273,740	120,472	52,385,607
Nontaxable returns, total.....	3,165,398	2,358,148	2,489,113	2,643,380	29,233,651	25,804,050	20,696,989	24,957,372	17,712,773	962,363	2,663,230

Footnotes at end of table.

**Table 3.3--All Returns: Tax Liability, Tax Credits, and Tax Payments, by Size of Adjusted Gross Income--Continued**  
 (All returns are estimates based on samples--money amounts are in thousands of dollars)

Size of adjusted gross income	Tax payments--continued										Earned income credit, refundable portion		Overpayment	
	Payments with request for extension of filing time		Excess social security taxes withheld		Credit for Federal tax on gasoline and special fuels		Credit from regulated investment companies		Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount						
	(57)	(58)	(59)	(60)	(61)	(62)	(63)	(64)	(65)	(66)	(67)	(68)		
<b>All returns, total.....</b>	<b>1,540,573</b>	<b>45,640,225</b>	<b>1,303,642</b>	<b>1,523,584</b>	<b>446,489</b>	<b>108,376</b>	<b>41,688</b>	<b>46,076</b>	<b>16,279,377</b>	<b>27,001,616</b>	<b>93,434,624</b>	<b>167,987,055</b>		
No adjusted gross income.....	21,593	127,698	2,168	2,675	39,061	12,382	671	9,645	48,712	49,932	358,247	1,425,318		
\$1 under \$5,000.....	83,915	39,136	*30	*1	17,515	3,319	*1,872	*72	2,850,936	1,989,245	10,140,615	3,950,331		
\$5,000 under \$10,000.....	54,322	55,751	*155	*602	45,954	7,025	*956	*106	4,223,174	7,450,080	10,635,923	11,946,666		
\$10,000 under \$15,000.....	55,700	74,894	*109	*243	31,546	6,811	-	-	3,801,206	9,955,593	10,600,196	16,517,701		
\$15,000 under \$20,000.....	45,794	72,342	*1,104	*167	27,146	5,512	*1,928	*125	3,159,263	5,465,424	9,502,407	13,579,695		
\$20,000 under \$25,000.....	57,150	131,747	*2,007	*50	31,679	6,223	*3,918	*1,157	1,744,193	1,886,406	8,042,992	10,597,552		
\$25,000 under \$30,000.....	42,991	89,070	*218	*189	27,917	7,010	*3,926	*549	444,973	204,861	6,510,699	7,851,229		
\$30,000 under \$40,000.....	110,171	248,682	*1,584	*1,721	57,877	11,435	*3,439	*3,185	*6,921	*75	9,959,222	13,995,528		
\$40,000 under \$50,000.....	70,999	236,694	5,391	2,786	36,244	7,244	*6,589	*1,437	-	-	7,476,147	12,993,742		
\$50,000 under \$75,000.....	212,476	937,937	148,767	42,502	73,107	17,192	*6,058	*732	-	-	11,382,746	25,154,435		
\$75,000 under \$100,000.....	165,254	878,451	327,904	212,251	30,349	6,865	*1,670	*75	-	-	4,475,706	12,047,392		
\$100,000 under \$200,000.....	307,140	2,978,561	581,360	702,323	21,572	12,008	5,818	4,541	-	-	3,449,744	14,695,233		
\$200,000 under \$500,000.....	194,005	5,327,374	174,706	387,622	4,316	3,082	3,191	3,869	-	-	692,482	8,014,152		
\$500,000 under \$1,000,000.....	63,668	4,569,695	34,968	95,551	1,290	1,034	946	3,330	-	-	129,051	4,034,264		
\$1,000,000 or more.....	55,396	29,872,194	23,171	74,901	915	1,235	707	17,252	-	-	78,445	11,253,818		
<b>Taxable returns, total.....</b>	<b>1,406,501</b>	<b>45,367,645</b>	<b>1,298,507</b>	<b>1,519,415</b>	<b>312,923</b>	<b>73,931</b>	<b>36,177</b>	<b>36,284</b>	<b>-</b>	<b>-</b>	<b>66,139,976</b>	<b>121,141,295</b>		
No adjusted gross income.....	552	38,356	210	450	16	66	*29	*1	-	-	997	51,133		
\$1 under \$5,000.....	51,077	19,201	-	-	*951	*44	*948	*70	-	-	1,056,053	283,650		
\$5,000 under \$10,000.....	28,091	29,838	-	-	11,246	1,201	-	-	-	-	4,360,176	1,838,880		
\$10,000 under \$15,000.....	42,669	49,467	-	-	16,737	2,055	-	-	-	-	5,661,643	3,050,492		
\$15,000 under \$20,000.....	30,982	40,990	-	-	15,839	2,257	*1,928	*125	-	-	5,959,335	3,826,324		
\$20,000 under \$25,000.....	43,021	99,649	-	-	19,431	2,877	*1,917	*1,153	-	-	6,020,898	5,338,229		
\$25,000 under \$30,000.....	41,565	82,715	*219	*193	26,578	6,099	*2,948	*521	-	-	5,859,333	6,235,823		
\$30,000 under \$40,000.....	105,740	234,951	*1,127	*1,040	54,911	10,902	*3,439	*3,185	-	-	9,658,323	13,109,371		
\$40,000 under \$50,000.....	67,555	225,317	*5,384	*2,764	36,081	7,109	*6,589	*1,437	-	-	7,395,526	12,628,890		
\$50,000 under \$75,000.....	210,426	931,561	148,617	42,447	72,710	17,110	*6,058	*732	-	-	11,348,403	24,932,941		
\$75,000 under \$100,000.....	164,852	875,483	327,904	212,251	30,347	6,863	*1,669	*75	-	-	4,472,335	11,983,244		
\$100,000 under \$200,000.....	307,028	2,975,622	581,313	702,306	21,571	12,008	5,817	4,540	-	-	3,447,999	14,652,269		
\$200,000 under \$500,000.....	193,913	5,324,709	174,651	387,504	4,308	3,079	3,185	3,866	-	-	691,701	7,971,290		
\$500,000 under \$1,000,000.....	63,645	4,568,887	34,962	95,533	1,288	1,034	945	3,328	-	-	128,913	4,025,267		
\$1,000,000 or more.....	55,384	29,870,899	23,164	74,885	911	1,227	706	17,251	-	-	78,340	11,213,490		
<b>Nontaxable returns, total.....</b>	<b>134,073</b>	<b>272,580</b>	<b>5,135</b>	<b>4,169</b>	<b>133,566</b>	<b>34,445</b>	<b>5,511</b>	<b>9,792</b>	<b>16,279,377</b>	<b>27,001,616</b>	<b>27,294,648</b>	<b>46,845,760</b>		

Footnotes at end of table



**Table 3.3--All Returns: Tax Liability, Tax Credits, and Tax Payments, by Size of Adjusted Gross Income--Continued**  
(All returns are estimates based on samples--money amounts are in thousands of dollars)

Size of adjusted gross income	Overpayment--continued			Tax due at time of filing			Predetermined estimated tax penalty	
	Refunded	Credited to 1998 estimated tax		Number of returns		Amount	Number of returns	Amount
	Number of returns	Amount	Number of returns	Amount	(73)	(74)	(75)	(76)
	(69)	(70)	(71)	(72)				
<b>All returns, total.....</b>	<b>90,233,356</b>	<b>144,448,788</b>	<b>4,567,379</b>	<b>23,541,268</b>	<b>28,429,856</b>	<b>102,151,442</b>	<b>5,019,736</b>	<b>961,802</b>
No adjusted gross income .....	320,129	1,145,716	46,878	279,602	106,359	184,446	23,770	3,481
\$1 under \$5,000 .....	10,043,667	3,859,428	136,780	90,903	1,991,867	407,168	14,465	626
\$5,000 under \$10,000 .....	10,527,299	11,827,275	176,483	119,391	1,779,297	769,717	145,692	7,901
\$10,000 under \$15,000 .....	10,397,405	16,319,041	303,550	198,660	1,938,490	1,168,330	204,213	13,769
\$15,000 under \$20,000 .....	9,279,623	13,362,399	321,373	217,296	2,114,967	1,546,773	277,551	20,894
\$20,000 under \$25,000 .....	7,858,329	10,363,990	269,139	233,562	2,021,365	1,755,765	302,896	22,364
\$25,000 under \$30,000 .....	6,352,268	7,594,658	253,791	256,571	1,650,703	1,729,388	278,417	25,109
\$30,000 under \$40,000 .....	9,653,220	13,493,244	429,046	502,284	3,143,284	3,950,948	566,633	55,837
\$40,000 under \$50,000 .....	7,234,353	12,363,160	357,520	560,592	2,486,415	3,856,652	492,893	47,241
\$50,000 under \$75,000 .....	10,882,915	23,738,009	740,768	1,416,426	4,486,186	9,526,525	944,536	118,571
\$75,000 under \$100,000 .....	4,168,136	10,904,420	440,610	1,142,972	2,732,896	8,283,560	648,756	97,655
\$100,000 under \$200,000 .....	2,964,910	11,345,335	653,654	3,349,899	2,802,420	16,452,362	725,725	182,530
\$200,000 under \$500,000 .....	460,691	4,251,150	297,114	3,763,002	906,351	17,253,230	293,360	181,966
\$500,000 under \$1,000,000 .....	62,823	1,483,250	80,817	2,551,013	176,480	9,547,533	65,822	74,241
\$1,000,000 or more .....	27,587	2,394,712	59,857	8,859,106	92,774	25,719,046	35,008	109,617
<b>Taxable returns, total.....</b>	<b>63,197,223</b>	<b>98,397,203</b>	<b>4,151,330</b>	<b>22,744,093</b>	<b>26,788,915</b>	<b>100,726,089</b>	<b>4,750,493</b>	<b>938,358</b>
No adjusted gross income .....	598	28,176	475	22,957	2,677	38,746	1,108	470
\$1 under \$5,000 .....	1,010,666	265,366	70,862	18,284	1,440,595	235,336	3,755	148
\$5,000 under \$10,000 .....	4,296,684	1,784,991	96,404	53,889	1,384,399	503,382	97,117	5,073
\$10,000 under \$15,000 .....	5,502,000	2,939,094	226,558	111,398	1,769,167	1,018,150	171,042	11,705
\$15,000 under \$20,000 .....	5,757,997	3,671,806	273,779	154,518	1,960,273	1,374,310	235,503	16,877
\$20,000 under \$25,000 .....	5,858,423	5,155,734	237,205	182,496	1,880,044	1,537,351	248,514	17,998
\$25,000 under \$30,000 .....	5,721,320	6,046,310	222,890	189,513	1,586,557	1,604,399	253,132	22,555
\$30,000 under \$40,000 .....	9,362,646	12,637,534	409,627	471,837	3,102,180	3,844,191	546,594	53,684
\$40,000 under \$50,000 .....	7,158,115	12,090,400	345,257	538,490	2,475,094	3,820,263	482,990	46,417
\$50,000 under \$75,000 .....	10,850,018	23,544,924	738,446	1,388,017	4,478,669	9,496,961	942,264	117,460
\$75,000 under \$100,000 .....	4,164,871	10,848,349	439,598	1,134,896	2,731,444	8,282,032	648,638	97,635
\$100,000 under \$200,000 .....	2,963,561	11,318,080	652,857	3,334,189	2,802,324	16,451,775	725,706	182,525
\$200,000 under \$500,000 .....	460,087	4,219,640	296,817	3,751,650	906,255	17,252,715	293,312	181,957
\$500,000 under \$1,000,000 .....	62,722	1,478,059	80,758	2,547,208	176,467	9,547,443	65,813	74,238
\$1,000,000 or more .....	27,515	2,368,741	59,798	8,844,750	92,768	25,719,037	35,005	109,616
<b>Nontaxable returns, total.....</b>	<b>27,036,133</b>	<b>46,048,585</b>	<b>416,049</b>	<b>797,175</b>	<b>1,640,941</b>	<b>1,425,353</b>	<b>269,243</b>	<b>23,444</b>

\* Estimate should be used with caution due to the small number of sample returns on which it is based

\*\* Data combined to avoid disclosure of information for specific taxpayers

(Z) Less than \$500

NOTE: Detail may not add to total because of rounding

**Table 3.4--Returns with Modified Taxable Income: Tax Classified by Both the Marginal Rate and Each Rate at Which Tax Was Computed**

(All figures are estimates based on samples--money amounts are in thousands of dollars)

Tax rate classes	Classified by the highest marginal rate at which tax was computed								
	Number of returns	Adjusted gross income less deficit	Modified taxable income		Tax generated		Income tax after credits		
			At all rates	At marginal rate	At all rates	At marginal rate	Total	As a percentage of	
								Adjusted gross income	Modified taxable income
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
<b>All returns</b>									
All tax rates.....	100,793,439	5,309,304,515	3,781,025,929	1,784,189,336	813,245,403	413,492,219	783,488,016	14.8	20.7
10 percent.....	1,029,381	13,054,752	4,243,730	4,243,725	424,421	424,373	374,138	2.9	8.8
15 percent (Form 8814).....	13,143	-121,330	13,534	13,534	2,030	2,030	301	(X)	2.2
15 percent.....	68,020,204	1,810,550,086	971,307,762	954,841,103	144,877,353	143,226,165	127,212,655	7.0	13.1
20 percent.....	1,226,630	157,338,667	121,973,262	79,559,144	21,597,063	15,911,829	21,276,503	13.5	17.4
25 percent.....	51,821	9,413,618	8,093,303	1,646,738	1,606,328	411,685	1,592,906	16.9	19.7
28 percent.....	188,822	18,490,488	14,130,080	1,381,467	2,878,887	386,811	2,836,476	15.3	20.1
28 percent (capital gains).....	24,711,575	1,784,373,822	1,340,325,298	284,434,761	256,572,266	79,641,733	250,275,176	14.0	18.7
31 percent.....	3,070,474	438,368,417	358,212,846	63,106,084	85,572,728	19,562,886	85,010,173	19.4	23.7
36 percent.....	1,262,710	330,561,059	283,608,522	56,642,947	76,628,469	20,391,461	75,766,801	22.9	26.7
39.6 percent.....	753,425	743,349,989	675,629,431	335,278,338	222,253,779	132,770,222	218,345,906	29.4	32.3
Form 8615.....	465,254	3,904,949	3,488,162	3,041,495	832,078	763,024	796,980	20.4	22.8
<b>Joint returns and returns of surviving spouses</b>									
All tax rates.....	44,200,734	3,592,987,600	2,612,203,447	1,139,576,149	583,494,811	283,225,167	562,760,458	15.7	21.5
10 percent.....	238,415	6,776,425	2,108,564	2,108,563	210,865	210,856	177,950	2.6	8.4
15 percent (Form 8814).....	7,341	-157,766	6,745	6,745	1,012	1,012	2	(X)	(Z)
15 percent.....	25,401,868	998,907,206	534,922,583	525,268,407	79,758,327	78,790,261	69,071,912	6.9	12.9
20 percent.....	646,867	106,195,930	82,266,486	54,874,425	14,690,484	10,974,885	14,462,053	13.6	17.6
25 percent.....	33,608	6,829,897	5,842,821	1,151,142	1,155,249	287,786	1,144,227	16.8	19.6
28 percent.....	133,325	14,487,140	11,020,503	932,686	2,232,240	261,152	2,195,908	15.2	19.9
28 percent (capital gains).....	14,324,289	1,263,787,354	933,911,658	192,547,705	179,173,089	53,913,357	173,560,364	13.7	18.6
31 percent.....	1,780,065	299,775,944	241,926,982	37,492,349	57,336,865	11,622,628	56,926,016	19.0	23.5
36 percent.....	996,524	270,076,667	230,797,143	44,823,444	61,949,941	16,136,440	61,276,968	22.7	26.6
39.6 percent.....	638,432	626,308,804	569,399,963	280,370,683	186,986,739	111,026,790	183,945,059	29.4	32.3
Form 8615.....	-	-	-	-	-	-	-	(X)	(X)
<b>Separate returns of married persons</b>									
All tax rates.....	2,221,080	97,578,230	73,056,732	37,309,581	16,956,519	9,822,028	16,473,779	16.9	22.5
10 percent.....	7,497	86,890	32,442	32,442	3,244	3,244	3,052	3.5	9.4
15 percent (Form 8814).....	†	†	†	†	†	†	†	(X)	(X)
15 percent.....	1,337,321	26,367,571	14,684,114	14,586,581	2,197,798	2,187,987	2,042,048	7.7	13.9
20 percent.....	17,893	3,703,637	3,063,891	2,685,654	589,145	537,131	579,652	15.7	18.9
25 percent.....	†	†	†	†	†	†	†	(X)	(X)
28 percent.....	2,142	249,702	189,892	72,474	44,501	20,293	43,555	17.4	22.9
28 percent (capital gains).....	698,815	29,801,754	22,404,827	6,076,139	4,296,891	1,701,319	4,202,811	14.1	18.8
31 percent.....	91,976	7,384,312	5,947,658	812,051	1,402,751	251,736	1,396,566	18.9	23.5
36 percent.....	36,350	5,189,163	4,388,954	878,959	1,175,960	316,425	1,159,685	22.3	26.4
39.6 percent.....	28,322	24,559,948	22,107,768	12,072,420	7,194,957	4,780,678	6,995,337	28.5	31.6
Form 8615.....	†	†	†	†	†	†	†	(X)	(X)
<b>Returns of heads of households</b>									
All tax rates.....	11,465,520	359,208,677	197,055,066	137,220,342	34,862,199	23,868,359	28,737,889	8.0	14.6
10 percent.....	27,013	598,391	185,402	185,402	18,540	18,540	13,421	2.2	7.2
15 percent (Form 8814).....	†	†	†	†	†	†	†	(X)	(X)
15 percent.....	10,204,113	255,158,599	116,674,324	116,013,118	17,468,993	17,401,968	11,775,032	4.6	10.1
20 percent.....	47,299	5,032,189	3,853,812	2,248,014	656,328	449,603	634,934	12.6	16.5
25 percent.....	2,331	256,076	202,924	16,361	37,464	4,090	36,743	14.3	18.1
28 percent.....	3,116	288,347	204,010	39,698	41,543	11,115	40,306	14.0	19.8
28 percent (capital gains).....	1,074,381	70,081,377	51,809,407	10,898,724	9,649,101	3,051,643	9,356,281	13.4	18.1
31 percent.....	67,991	9,822,369	7,958,184	1,446,017	1,931,315	448,265	1,925,326	19.6	24.2
36 percent.....	22,715	5,910,002	5,137,123	1,113,482	1,403,142	400,854	1,371,368	23.2	26.7
39.6 percent.....	13,711	12,031,770	11,027,887	5,257,531	3,655,473	2,081,982	3,584,479	29.8	32.5
Form 8615.....	-	-	-	-	-	-	-	(X)	(X)
<b>Returns of single persons</b>									
All tax rates.....	42,906,105	1,259,530,009	898,710,684	470,083,263	177,931,873	96,576,662	175,515,890	13.9	19.5
10 percent.....	756,457	5,593,045	1,917,323	1,917,319	191,772	191,732	179,715	3.2	9.4
15 percent (Form 8814).....	†	†	†	†	†	†	†	(X)	(X)
15 percent.....	31,076,903	530,116,710	305,026,741	298,972,996	45,452,236	44,845,949	44,323,664	8.4	14.5
20 percent.....	514,571	42,406,912	32,789,073	19,751,052	5,661,106	3,950,210	5,599,865	13.2	17.1
25 percent.....	†	†	†	†	†	†	†	(X)	(X)
28 percent.....	50,238	3,465,299	2,715,675	336,610	560,601	94,251	556,708	16.1	20.5
28 percent (capital gains).....	8,614,091	420,703,337	332,199,406	74,912,192	63,453,184	20,975,414	63,155,721	15.0	19.0
31 percent.....	1,130,442	121,405,793	102,380,023	23,355,666	24,901,796	7,240,256	24,762,265	20.4	24.2
36 percent.....	207,121	49,385,227	43,285,302	9,827,062	12,099,427	3,537,742	11,958,780	24.2	27.6
39.6 percent.....	72,960	80,449,467	73,093,813	37,577,704	24,416,610	14,880,771	23,821,031	29.6	32.6
Form 8615.....	465,254	3,904,949	3,488,162	3,041,495	832,078	763,024	796,980	20.4	22.8

(X) Percentage not computed

† Data deleted to avoid disclosure of information for specific taxpayers. Deleted data are included in appropriate totals

\* Estimate should be used with caution due to the small number of sample returns on which it is based

NOTE Detail may not add to totals because of rounding

**Table 3.5--Returns with Modified Taxable Income: Tax Generated, by Rate and by Size of Adjusted Gross Income**

(All figures are estimates based on samples--money amounts are in thousands of dollars)

Size of adjusted gross income	Number of returns with modified taxable income	Taxable income	Modified taxable income	Tax generated at all rates	Tax generated at specific rate					
					10 percent			15 percent (from Form 8814)		
					Number of returns	Income taxed at rate	Tax generated at rate	Number of returns	Income taxed at rate	Tax generated at rate
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
<b>Total.....</b>	<b>100,793,439</b>	<b>3,780,838,154</b>	<b>3,781,025,929</b>	<b>813,245,403</b>	<b>8,911,162</b>	<b>34,406,664</b>	<b>3,441,099</b>	<b>213,438</b>	<b>163,907</b>	<b>24,585</b>
Under \$2,000 .....	841,235	442,177	445,593	59,535	484,565	215,188	21,530	2,954	3,300	495
\$2,000 under \$4,000 .....	701,065	1,067,334	1,081,860	162,826	402,187	412,689	41,287	-	-	-
\$4,000 under \$6,000 .....	1,843,741	2,144,362	2,162,022	321,585	255,238	377,971	37,806	*2,843	*2,654	*398
\$6,000 under \$8,000 .....	2,227,030	4,092,918	4,092,810	620,247	180,406	264,050	26,401	-	-	-
\$8,000 under \$10,000 .....	3,230,742	7,813,763	7,813,148	1,159,983	251,856	397,451	39,760	*948	*663	*100
\$10,000 under \$12,000 .....	3,137,261	12,403,624	12,405,241	1,845,204	221,702	464,883	46,497	*2,003	*2,804	*421
\$12,000 under \$14,000 .....	3,693,566	17,638,199	17,645,777	2,629,369	249,488	483,096	48,315	*969	*678	*102
\$14,000 under \$16,000 .....	4,355,847	24,488,286	24,480,451	3,647,439	311,130	665,852	66,596	*4,787	*4,933	*740
\$16,000 under \$18,000 .....	4,199,938	29,449,535	29,449,431	4,384,915	316,763	718,432	71,856	*3	*4	*1
\$18,000 under \$20,000 .....	4,304,346	37,204,855	37,207,500	5,549,193	337,316	712,170	71,224	*1,928	*2,700	*405
\$20,000 under \$25,000 .....	9,781,596	111,391,938	111,387,982	16,623,323	811,961	2,216,217	221,669	*3,233	*3,617	*543
\$25,000 under \$30,000 .....	8,079,523	127,455,136	127,448,858	19,032,562	715,880	2,183,935	218,438	*3,158	*1,708	*256
\$30,000 under \$40,000 .....	13,043,590	282,908,825	282,947,842	43,571,973	1,296,772	4,962,960	496,382	11,077	6,467	971
\$40,000 under \$50,000 .....	9,935,142	294,872,228	294,914,356	47,986,324	1,012,101	3,978,021	397,867	17,647	15,372	2,307
\$50,000 under \$75,000 .....	15,859,082	675,302,507	675,334,372	114,998,584	1,560,595	8,277,753	827,865	35,490	21,357	3,200
\$75,000 under \$100,000 .....	7,214,389	452,294,883	452,316,428	88,249,667	252,896	3,207,388	320,746	26,372	16,212	2,429
\$100,000 under \$200,000 .....	6,262,181	635,956,996	636,002,435	144,552,852	179,528	3,003,823	300,382	59,401	48,161	7,227
\$200,000 under \$500,000 .....	1,604,781	395,495,482	395,565,906	111,118,614	49,255	1,175,720	117,573	27,695	21,916	3,287
\$500,000 under \$1,000,000 .....	306,676	185,113,677	185,097,062	58,772,984	11,140	333,105	33,311	8,559	7,038	1,056
\$1,000,000 or more .....	171,707	483,301,431	483,226,853	147,958,224	10,382	355,959	35,596	4,370	4,322	648

Size of adjusted gross income	Tax generated at specific rate								
	15 percent			20 percent			25 percent		
	Number of returns	Income taxed at rate	Tax generated at rate	Number of returns	Income taxed at rate	Tax generated at rate	Number of returns	Income taxed at rate	Tax generated at rate
	(11)	(12)	(13)	(14)	(15)	(16)	(17)	(18)	(19)
<b>Total.....</b>	<b>99,383,024</b>	<b>2,056,379,199</b>	<b>308,456,880</b>	<b>9,521,100</b>	<b>344,727,367</b>	<b>68,945,456</b>	<b>368,425</b>	<b>9,444,027</b>	<b>2,361,055</b>
Under \$2,000 .....	473,564	188,839	28,326	-	-	-	-	-	-
\$2,000 under \$4,000 .....	488,419	428,482	64,272	-	-	-	-	-	-
\$4,000 under \$6,000 .....	1,752,722	1,585,383	237,807	-	-	-	-	-	-
\$6,000 under \$8,000 .....	2,178,680	3,639,394	545,909	-	-	-	-	-	-
\$8,000 under \$10,000 .....	3,126,780	7,302,832	1,095,425	-	-	-	-	-	-
\$10,000 under \$12,000 .....	3,088,492	11,839,113	1,775,867	-	-	-	-	-	-
\$12,000 under \$14,000 .....	3,657,482	17,054,012	2,558,102	-	-	-	-	-	-
\$14,000 under \$16,000 .....	4,280,212	23,711,626	3,556,744	-	-	-	-	-	-
\$16,000 under \$18,000 .....	4,144,198	28,674,047	4,301,107	-	-	-	-	-	-
\$18,000 under \$20,000 .....	4,268,433	36,430,494	5,464,574	-	-	-	-	-	-
\$20,000 under \$25,000 .....	9,706,210	108,991,497	16,348,725	-	-	-	-	-	-
\$25,000 under \$30,000 .....	8,042,884	125,087,631	18,763,145	*6,592	*6,719	*1,344	-	-	-
\$30,000 under \$40,000 .....	12,995,214	266,914,685	40,037,203	467,341	741,087	148,210	*2,748	*8,264	*2,066
\$40,000 under \$50,000 .....	9,901,959	259,404,816	38,910,722	571,481	1,819,132	363,841	*9,551	*33,869	*8,468
\$50,000 under \$75,000 .....	15,816,022	552,226,295	82,833,944	2,292,518	10,188,328	2,037,656	47,489	164,855	41,220
\$75,000 under \$100,000 .....	7,193,012	283,703,395	42,555,509	2,111,730	14,007,015	2,801,398	65,063	360,154	90,050
\$100,000 under \$200,000 .....	6,221,980	247,743,984	37,161,598	2,780,805	38,687,075	7,737,403	121,625	1,623,372	405,859
\$200,000 under \$500,000 .....	1,584,327	63,143,279	9,471,492	943,834	47,136,433	9,427,288	80,480	2,424,439	606,120
\$500,000 under \$1,000,000 .....	299,246	11,871,943	1,780,791	215,002	35,017,236	7,003,447	23,874	1,599,296	399,827
\$1,000,000 or more .....	163,187	6,437,453	965,618	131,797	197,124,342	39,424,868	17,595	3,229,778	807,447

Footnotes at end of table



**Table 3.5--Returns with Modified Taxable Income: Tax Generated, by Rate and by Size of Adjusted Gross Income--Continued**

(All figures are estimates based on samples--money amounts are in thousands of dollars)

Size of adjusted gross income	Tax generated at specific rate								
	28 percent (capital gains)			28 percent			31 percent		
	Number of returns	Income taxed at rate	Tax generated at rate	Number of returns	Income taxed at rate	Tax generated at rate	Number of returns	Income taxed at rate	Tax generated at rate
	(20)	(21)	(22)	(23)	(24)	(25)	(26)	(27)	(28)
<b>Total.....</b>	<b>279,736</b>	<b>2,795,570</b>	<b>782,763</b>	<b>29,976,375</b>	<b>672,093,368</b>	<b>188,186,143</b>	<b>5,086,907</b>	<b>173,235,534</b>	<b>53,703,016</b>
Under \$2,000 .....	-	-	-	-	-	-	-	-	-
\$2,000 under \$4,000 .....	-	-	-	-	-	-	-	-	-
\$4,000 under \$6,000 .....	-	-	-	-	-	-	-	-	-
\$6,000 under \$8,000 .....	-	-	-	-	-	-	-	-	-
\$8,000 under \$10,000 .....	-	-	-	-	-	-	-	-	-
\$10,000 under \$12,000 .....	-	-	-	-	-	-	-	-	-
\$12,000 under \$14,000 .....	-	-	-	-	-	-	-	-	-
\$14,000 under \$16,000 .....	-	-	-	-	-	-	-	-	-
\$16,000 under \$18,000 .....	-	-	-	-	-	-	-	-	-
\$18,000 under \$20,000 .....	-	-	-	-	-	-	-	-	-
\$20,000 under \$25,000 .....	-	-	-	*969	*394	*110	-	-	-
\$25,000 under \$30,000 .....	-	-	-	72,374	92,894	26,010	-	-	-
\$30,000 under \$40,000 .....	*6,905	*3,140	*880	3,072,937	10,256,680	2,871,870	-	-	-
\$40,000 under \$50,000 .....	*10,779	*3,362	*943	3,140,057	29,500,686	8,260,192	-	-	-
\$50,000 under \$75,000 .....	63,759	128,769	36,055	8,834,680	103,612,806	29,011,586	170,934	567,172	175,823
\$75,000 under \$100,000 .....	56,481	104,848	29,358	6,796,399	144,429,342	40,440,216	557,381	6,442,096	1,997,050
\$100,000 under \$200,000 .....	94,783	531,718	148,882	6,057,229	272,941,775	76,423,697	2,454,777	66,173,628	20,513,825
\$200,000 under \$500,000 .....	33,991	545,971	152,872	1,547,869	86,012,867	24,083,603	1,464,875	76,525,100	23,722,781
\$500,000 under \$1,000,000 .....	7,596	299,521	83,866	293,744	16,331,454	4,572,807	282,826	15,132,424	4,691,051
\$1,000,000 or more .....	5,441	1,178,242	329,908	160,117	8,914,469	2,496,051	156,114	8,395,114	2,602,485

Size of adjusted gross income	Tax generated at specific rate								
	36 percent			39 6 percent			Form 8615		
	Number of returns	Income taxed at rate	Tax generated at rate	Number of returns	Income taxed at rate	Tax generated at rate	Number of returns	Income taxed at rate	Tax generated at rate
	(29)	(30)	(31)	(32)	(33)	(34)	(35)	(36)	(37)
<b>Total.....</b>	<b>2,016,433</b>	<b>149,454,165</b>	<b>53,803,499</b>	<b>753,426</b>	<b>335,284,627</b>	<b>132,772,712</b>	<b>465,254</b>	<b>3,041,495</b>	<b>763,024</b>
Under \$2,000 .....	-	-	-	-	-	-	126,683	38,261	9,113
\$2,000 under \$4,000 .....	-	-	-	-	-	-	169,835	240,689	57,171
\$4,000 under \$6,000 .....	-	-	-	-	-	-	56,994	196,014	45,519
\$6,000 under \$8,000 .....	-	-	-	-	-	-	34,166	189,365	47,849
\$8,000 under \$10,000 .....	-	-	-	-	-	-	15,093	112,203	24,601
\$10,000 under \$12,000 .....	-	-	-	-	-	-	10,402	98,441	22,279
\$12,000 under \$14,000 .....	-	-	-	-	-	-	9,422	107,991	22,645
\$14,000 under \$16,000 .....	-	-	-	-	-	-	*7,535	*98,040	*23,274
\$16,000 under \$18,000 .....	-	-	-	-	-	-	*3,791	*56,948	*11,818
\$18,000 under \$20,000 .....	-	-	-	-	-	-	*3,791	*62,136	*12,866
\$20,000 under \$25,000 .....	-	-	-	-	-	-	9,430	176,257	52,082
\$25,000 under \$30,000 .....	-	-	-	-	-	-	*3,791	*75,970	*23,245
\$30,000 under \$40,000 .....	-	-	-	-	-	-	*1,797	*54,560	*13,947
\$40,000 under \$50,000 .....	-	-	-	-	-	-	*4,475	*159,097	*41,360
\$50,000 under \$75,000 .....	-	-	-	-	-	-	*2,810	*147,036	*30,243
\$75,000 under \$100,000 .....	*6,941	*18,015	*6,485	-	-	-	*346	*27,965	*5,593
\$100,000 under \$200,000 .....	283,362	4,714,368	1,697,172	6,871	95,310	37,743	*3,659	*439,221	*118,336
\$200,000 under \$500,000 .....	1,302,674	93,946,460	33,820,726	354,572	24,368,671	9,649,994	*935	*265,051	*62,772
\$500,000 under \$1,000,000 .....	271,702	32,510,134	11,703,648	249,795	71,924,229	28,481,995	*122	*70,681	*21,170
\$1,000,000 or more .....	151,754	18,265,187	6,575,467	142,188	238,896,416	94,602,981	177	425,570	117,142

\* Estimate should be used with caution because of the small number of sample returns on which it is based

NOTE: Detail may not add to totals because of rounding

**Table 3.6--Returns with Modified Taxable Income: Taxable Income and Tax Classified by Each Rate at Which Tax Was Computed and by Marital Status**

(All figures are estimates based on samples--money amounts are in thousands of dollars)

Tax rate classes	All returns			Joint returns and surviving spouses		
	Number of returns	Income taxed at rate	Income tax generated at rate	Number of returns	Income taxed at rate	Income tax generated at rate
	(1)	(2)	(3)	(4)	(5)	(6)
All tax rates.....	100,793,439	3,781,025,923	813,239,765	44,200,734	2,612,203,448	583,491,954
10 percent .....	8,911,162	34,406,664	3,440,666	4,066,841	19,592,621	1,959,262
15 percent (Form 8814).....	213,438	163,907	24,585	195,426	144,361	21,654
15 percent .....	99,383,024	2,056,379,199	308,456,880	43,906,832	1,303,120,635	195,468,095
20 percent .....	9,521,100	344,727,367	68,945,473	6,325,342	260,881,128	52,176,226
25 percent .....	368,425	9,444,027	2,361,007	263,624	7,504,704	1,876,176
28 percent (capital gains).....	279,736	2,795,570	782,760	197,390	1,946,156	544,924
28 percent .....	29,976,375	672,093,368	188,186,143	17,865,142	490,404,063	137,313,138
31 percent .....	5,086,907	173,235,534	53,703,016	3,415,021	125,207,722	38,814,394
36 percent .....	2,016,433	149,454,165	53,803,499	1,634,956	123,031,375	44,291,295
39.6 percent .....	753,426	335,284,627	132,772,712	638,432	280,370,683	111,026,790
Form 8615 .....	465,254	3,041,495	763,024	-	-	-

Tax rate classes	Separate returns of married persons			Returns of heads of households			Returns of single persons		
	Number of returns	Income taxed at rate	Income tax generated at rate	Number of returns	Income taxed at rate	Income tax generated at rate	Number of returns	Income taxed at rate	Income tax generated at rate
	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
All tax rates.....	2,221,080	73,056,732	16,956,503	11,465,520	197,055,066	34,861,660	42,906,105	898,710,679	177,929,649
10 percent .....	78,880	224,033	22,403	398,324	1,517,749	151,775	4,367,117	13,072,262	1,307,226
15 percent (Form 8814).....	1,290	796	119	13,565	13,813	2,071	3,157	4,937	741
15 percent .....	2,212,280	33,045,780	4,956,867	11,429,576	157,141,118	23,571,168	41,834,336	563,071,666	84,460,750
20 percent .....	138,317	10,531,923	2,106,385	269,985	6,981,771	1,396,354	2,787,456	66,332,546	13,266,509
25 percent .....	9,403	211,630	52,908	11,452	107,321	26,830	83,946	1,620,372	405,093
28 percent (capital gains).....	2,992	144,294	40,402	7,213	98,427	27,560	72,141	606,693	169,874
28 percent .....	857,226	11,665,300	3,266,284	1,181,868	19,529,047	5,468,133	10,072,139	150,494,958	42,138,588
31 percent .....	156,648	2,546,876	789,532	104,417	3,423,944	1,061,423	1,410,822	42,056,992	13,037,668
36 percent .....	64,672	2,613,680	940,925	36,426	2,984,345	1,074,364	280,380	20,824,765	7,496,915
39.6 percent .....	28,322	12,072,420	4,780,678	13,711	5,257,531	2,081,982	72,961	37,583,993	14,883,261
Form 8615 .....	-	-	-	-	-	-	465,254	3,041,495	763,024

NOTE: Detail may not add to totals because of rounding

## Section 4

## Explanation of Terms

The Explanation of Terms section is designed to clarify the statistical content of this report and should not be construed as an interpretation of the Internal Revenue Code, related regulations, procedures, or policies.

The definitions and explanation in this section relate to column or row titles used in one or more tables in this report. They provide background or limitations to such titles, and are necessary to interpret the statistical tables to which they relate. For each of these titles, the line number of the tax form on which it is reported appears after the title. Definitions marked with the symbol  $\Delta$  have been revised for 1998 to reflect changes in the law.

### **Additional Child Tax Credit $\Delta$**

(line 60, Form 1040)

See "Child Tax Credit."

### **Additional Standard Deduction**

(included in line 36, Form 1040)

See "Standard Deduction."

### **Additional Taxes**

(line 40, Form 1040)

Taxes calculated on Form 4972, *Tax on Lump-Sum Distributions* were reported here.

### **Adjusted Gross Income Less Deficit $\Delta$**

(line 33, Form 1040)

Income that had to be reported for the calculation of total income (line 22, Form 1040) and of adjusted gross income included the following:

- Compensation for services, including wages, salaries, fees, commissions, tips, taxable fringe benefits, and similar items;
- Taxable interest received;
- Dividends and capital gain distributions;
- Taxable refunds of state and local income taxes;
- Alimony and separate maintenance payments;
- Net income derived from a business, profession, or farm;
- Net gain from the sale of capital assets;



- Net gain from the sale of business property;
- Taxable amounts of annuities, pensions, and individual retirement arrangement (IRA) distributions;
- Rents and royalties;
- Distributive share of partnership or S corporation net income;
- Net income from an estate or trust;
- Unemployment compensation;
- Taxable amounts of social security and railroad retirement (Tier 1) payments;
- Prizes, awards, and gambling winnings;
- Amounts received that were claimed as a deduction or credit in a prior year; and
- Bartering income.

Some reported income was fully or partially excluded from total income for 1998. The following is a list of such items:

- The cost basis of pension, annuity, or IRA payments or distributions;
- Tax-exempt interest;
- Limited exclusion of social security benefits and railroad retirement benefits (only reported if there was also a taxable amount);
- Limited exclusion of qualified foreign earned income;
- Exclusion of part or all of the gain from sale of principal residence up to \$250,000 (\$500,000 on joint returns); and

From total income, the following statutory adjustments (lines 23 through 31, Form 1040) were subtracted to arrive at adjusted gross income (line 33, Form 1040):

- Contributions to self-employed retirement plans (Keogh or simplified employee pension) and certain contributions to IRAs;
- Certain student loan interest;
- Medical savings accounts;
- Moving expenses;
- One-half of self-employment tax;
- Self-employed health insurance deduction;
- Forfeited interest and penalties incurred by persons who made premature withdrawals of funds from time savings accounts;

- Alimony payments;
- Forestation or reforestation expenses;
- Foreign housing exclusion;
- Repayments of supplemental unemployment compensation;
- Certain expenses of qualified performing artists; and
- Amount of jury duty pay reported on line 21, Form 1040, that was repaid to employers.

A deficit occurred if the allowable exclusions and deductions exceeded gross income, (i.e., the amount on line 32 was greater than the amount on line 22).

## Adjustments

See "Statutory Adjustments."

## Adoption Credit $\Delta$

(line 45, Form 1040)

This nonrefundable credit (reported on Form 8839) was available to taxpayers who paid qualified adoption expenses in 1998, or for qualified expenses paid in 1997 in connection with adoption of domestic children, for an adoption that was final in or before 1998. The credit could have been as much as \$5,000 for each child (\$6,000 for a child with special needs).

## Advance Earned Income Credit Payments

(line 54, Form 1040)

Taxpayers who believed they would be eligible for the earned income credit at the end of the year could have received part of the credit from their employers as an additional payment in their paychecks during the year. Those payments were then shown on the tax return where they either increased the balance due amount or reduced the amount of the overpayment.

**Alimony Paid**

(line 31a, Form 1040)

Payments made as alimony or separate maintenance counted as a deduction (an adjustment to total income) for the person paying them.

**Alimony Received**

(line 11, Form 1040)

Payments received as alimony or separate maintenance were income to the person receiving them.

**All Other Taxes**

(lines 50, 52, 53, 55, 56 Form 1040)

For the statistics in this report, this amount represents the sum of the self-employment tax, tax from the recapture of the investment credit and the low income housing credit, social security and Medicare taxes on tip income, penalty tax on qualified retirement plans, tax on medical savings accounts, household employment taxes, and other unspecified taxes which included uncollected FICA (or social security) tax on tips, excess golden parachute payments, and section 72 penalty taxes. This differs slightly from the "other taxes" portion of the Form 1040 itself, which included the taxes listed above plus the alternative minimum tax, and the advance earned income credit payments, received. Alternative minimum tax is tabulated in this report as a part of "total income tax" and is one of the criteria for determining the taxable or nontaxable classification of the return. Also, included in "total income tax" is tax from Form 4970, *Tax on Accumulation Distribution of Trusts*. (See also "Taxable and Nontaxable Returns" and "Total Income Tax.")

**Alternative Minimum Tax**

(line 51, Form 1040)

The alternative minimum tax (AMT) was levied on benefits received in the form of deductions and exclusions which reduced an individual's regular effective tax rate. These benefits, known as "alternative minimum tax

preferences and adjustments," resulted from the treatment that the tax law gave to particular income and expense items. Alternative minimum taxable income (line 21, Form 6251) was defined as taxable income for ordinary income tax purposes adjusted for net operating losses from other tax years plus the amount of adjustments and preferences.

Alternative minimum taxable income (AMTI) was then reduced by an exemption amount determined by filing status and AMTI. If the return was filed jointly by a married couple or a surviving spouse, the maximum amount of the exemption was \$45,000. The maximum amount for a single or head of household taxpayer was \$33,750, and for a married couple filing separately, \$22,500. The AMT exclusion was phased out if AMTI exceeded certain levels. For single taxpayers, the phase-out began at \$112,500 and ended at \$247,500. For joint returns the range was \$150,000 to \$330,000, and for married couples filing separately, the range was \$75,000 to \$165,000.

If there was an amount remaining after subtracting the exemption, the first \$175,000 (\$87,500 or less if married filing separately) was taxed at a 26 percent rate; any excess was taxed at a 28 percent rate, except that capital gains are taxed at the same rates under the AMT as under the regular income tax. This amount was then reduced by the recalculated alternative minimum tax foreign tax credit, and regular income tax before credits (line 40, Form 1040 minus the regular foreign tax credit, line 46, Form 1040) to arrive at the alternative minimum tax.

**Basic Standard Deduction**

(included in line 36, Form 1040)

See "Standard Deduction."



**Business or Profession Net Income or Loss**

(line 12, Form 1040)

This source of income or loss was reported by individuals who were sole proprietors of a nonfarm business, including self-employed members of a profession.

If two or more sole proprietorships were operated by the same taxpayer, the single amount of net income or loss included in the adjusted gross income represented the combined net income and loss from all sole proprietorships. The proprietor was required to exclude investment income from business profits and include it, instead, with the various types of investment income for which separate provisions were made on the individual income tax return.

Total expenses (line 28, Schedule C) were deducted from gross income (line 7, Schedule C) to arrive at a tentative profit or loss. Expenses for business use of the taxpayer's home (line 30, Schedule C) were then deducted to arrive at net income or loss. Compensation of the proprietor was taxable income and, therefore, not allowed as a business deduction in computing net income. The deduction of net operating losses from previous years was not considered a business expense, but was offset against "Other Income" (line 21, Form 1040).

Information on sole proprietorships, business receipts, and expenditures can be found in the 2000 summer issue of the *Statistics of Income Bulletin*.

**Capital Assets**

See "Sales of Capital Assets, Net Gain or Loss."

**Capital Gains and Losses**

See "Sales of Capital Assets, Net Gain or Loss."

**Casualty or Theft Loss Deduction, Nonbusiness**

(line 19, Schedule A)

Nonbusiness casualty and theft losses were deductible, as an itemized deduction, from adjusted gross income to the extent that nonreimbursable net loss for each such casualty or theft exceeded \$100, and the combined amount for all net losses during the year exceeded 10 percent of adjusted gross income. (See also "Total Itemized Deductions.")

**Child Care Credit**

(line 41, Form 1040)

This credit could be claimed by taxpayers who, while employed or looking for work, incurred expenses for the care of dependent children under age 13, or disabled dependents of any age. Qualified expenses included those for services performed within the home by non-dependent baby-sitters, maids, or cooks. Expenditures paid for the care of children under the age 13 or any other qualified individuals for out-of-home, non-institutional care qualified for the child care credit. If the taxpayer omitted or used an invalid Social Security number or employer identification number (EIN) for the child care provider, the IRS had the authority to use mathematical error procedures to change the child care credit.

The maximum amount of care-related expenses on which the credit could be based with one qualifying child or dependent, was the smaller of earned income or \$2,400; with more than one dependent the credit was based on the smaller of earned income or \$4,800. For returns of married couples filing jointly, earned income refers to the earnings of the spouse with the lesser earned income. Exceptions were allowed if the spouse was disabled or a full-time student.

The credit was equal to 30 percent of eligible expenses for taxpayers with adjusted gross income of \$10,000 or less. The credit was reduced by one percentage point for each \$2,000 or fraction thereof of adjusted gross



income in excess of \$10,000 up to \$28,000. The credit remained at 20 percent of expenses for individuals with adjusted gross income over \$28,000.

The amount of the credit which could be claimed was limited to income tax before credits, and any excess was not refundable.

### **Child Tax Credit $\Delta$**

(line 43, Form 1040)

For the first time in 1998, a new credit was allowed for each qualifying child under 17. To be a qualifying child, the person had to be a son, daughter, stepson, stepdaughter, grandchild, or qualifying foster child for whom the taxpayer claims a dependent exemption. For families with no more than two children the credit was nonrefundable; for families with more than two children the credit called the additional child tax credit, could have been refundable. The credit was phased out by \$50 for each \$1,000, or fraction thereof, that AGI exceeded: \$110,000 for taxpayers filing jointly; \$55,000 for married filing separately; and \$75,000 for single filers. The taxpayer could claim up to \$400 for each child meeting the AGI phase out guidelines.

An additional child tax credit for taxpayers with three or more qualifying children could have been refundable. The taxpayer had to meet the general requirements and some additional requirements. The additional child tax credit was not included in credits but instead as a payment (line 60, Form 1040).

### **Contributions Deduction**

(lines 15-18, Schedule A)

Taxpayers could deduct contributions to certain organizations that were religious, charitable, educational, scientific, or literary in purpose. Contributions could be in cash, property, or out-of-pocket expenses that a taxpayer paid in doing volunteer work for a qualified organization. Contributions were allowed as an itemized deduction on Schedule A. Cash contributions were generally limited to

one-half of the taxpayer's AGI, which contributions of capital gain property were generally limited to 30% of the taxpayers AGI. Contributions which could not be deducted due to the AGI limitation could be carried over to future years (and brought over from previous years). For all charitable contributions of \$250 or more, a written acknowledgment from the qualified recipient organization was required.

### **Credit for Federal Tax on Gasoline and Special Fuels**

(line 63b, Form 1040)

This credit (claimed on Form 4136) was allowed for federal excise taxes paid on gasoline and special fuels, such as gasohol and diesel fuel, provided the fuel was used for certain purposes (such as farm or non-highway use in a trade or business), bought at a price that included the tax, and a refund of the tax was not requested or received. The credit could reduce unpaid total tax liability or could be refunded. A one-time refundable credit was allowed to the original purchaser of a new, qualified diesel-powered highway vehicle. The credit was \$102 for a car, and \$198 for a light truck or van.

### **Credit for the Elderly or Disabled**

(line 42, Form 1040)

A credit (claimed on Schedule R) for the elderly or permanently and totally disabled was available to taxpayers age 65 or older (within certain income limitations), and to those taxpayers under age 65 who had retired with a permanent and total disability and who had received taxable income from a public or private employer because of that disability. The income to which the credit could be applied was reduced by nontaxable amounts of social security and railroad retirement benefits, veterans' pensions, and any other pension, annuity, or disability benefits that were excluded from income under any other provisions of the law.

An individual was considered permanently and totally disabled when he or she could not

engage in any substantial gainful activity because of a physical or mental condition which had lasted, or was expected to last, at least twelve months, or was determined to be terminal.

The maximum credit available (\$1,125) was limited to total income tax with any excess not refundable, and was reduced if the taxpayer's income exceeded certain levels. Generally, if a taxpayer's income was high enough to require the reporting of social security benefits as taxable income, the taxpayer could not take the credit.

### **Credit from Regulated Investment Companies**

(line 63a, Form 1040)

Taxpayers were required to include in total income any amounts which were allocated to them as undistributed long-term capital gains of regulated investment companies. If investment companies paid tax on the capital gain, taxpayers were entitled to claim a refundable credit (claimed on Form 2439) for their proportionate share of the tax paid.

### **Credit to 1999 Estimated Tax**

(line 67, Form 1040)

This amount was the part of the overpayment of 1998 tax which taxpayers specifically requested to be credited to their estimated tax for 1999. (See also "Overpayment" and "Estimated Tax Payments.")

### **Deduction of Self-Employment Tax**

(line 27, Form 1040)

If a taxpayer had income from self-employment and owed self-employment tax, one-half of that tax was deductible for income tax purposes. The amount was subtracted as an adjustment to total income in the calculation of AGI.

### **Dividends**

(line 9, Form 1040)

Dividend income consisted of distributions of money, stock, or other property received by taxpayers from domestic and foreign corporations, either directly or passed through estates, trusts, partnerships, or regulated investment companies. Dividends also included distributions from money market mutual funds.

Dividends did not include nontaxable distributions of stock or stock rights, returns of capital, capital gains, or liquidation distributions. Taxpayers were also instructed to exclude amounts paid on deposits or withdrawable accounts in banks, mutual savings banks, cooperative banks, savings and loan associations, and credit unions, which were to be treated as interest income.

### **Earned Income Credit $\Delta$**

(line 59a, Form 1040)

The earned income credit (EIC) for 1998 was a maximum of \$2,271 for one qualifying child, \$3,756 for two or more qualifying children, and \$341 for taxpayers with no qualifying children. To be eligible for the credit with children, the taxpayers must have had a qualifying child living with them for more than half the year and have had earned income and modified adjusted gross income each less than \$26,473 (\$30,095 if more than one qualifying child). To be eligible for the credit without children, the taxpayer must have had earned income and modified adjusted gross income less than \$10,030 and they (or their spouse) must have been at least 25 years of age and less than 65 years old. The credit was generally based on earned income, consisting of wages, salaries, and other employee compensation, plus net earnings from self-employment. For the EIC, "modified AGI" excluded net capital losses, net losses from trusts and estates, and net losses from nonbusiness rents and royalties. New for 1998, modified AGI included tax-exempt interest plus the nontaxable part of pension, annuity, or IRA distributions, except for any



amount that is nontaxable due to trustee-to-trustee transfer or a rollover distribution. Also, in previous years, 50 percent of business losses had to be added back to AGI to figure modified AGI. In 1998, this amount increased to 75 percent. Taxpayers with investment income totaling more than \$2,300 were not eligible to receive the EIC. Investment income included interest income (taxable and tax-exempt), dividend income, and capital gain net income. As in previous years, taxpayers could not take the credit if their filing status was married filing separately, or if they claimed the foreign-earned income exclusion.

For this report, the earned income credit is divided into three parts: the amount used to offset income tax before credits (limited to the amount needed to reduce income tax after credits to zero); the amount used to offset all other taxes (limited to the amount needed to reduce total tax liability to zero); and the refundable portion. (See also "Advance Earned Income Credit Payments.")

### **Earned Income Credit, Refundable Portion**

See "Earned Income Credit."

### **Earned Income Credit Used to Offset Income Tax Before Credits**

See "Earned Income Credit."

### **Earned Income Credit Used to Offset Other Taxes**

See "Earned Income Credit."

### **Education Credits Δ**

(line 44, Form 1040)

Beginning in 1998, there were two new credits available, the Hope Scholarship credit and Lifetime Learning credit. A taxpayer was only able to claim one of the credits per student, not both. If a student made a tax-free withdrawal from an education IRA, neither credit could be claimed unless the taxpayer elected to be taxable on the education IRA

withdrawal. The credits were phased out for AGI between \$40,000 and \$50,000 (\$80,000 and \$100,000 for married filing jointly).

The Hope Scholarship credit allowed a maximum credit per student of 100 percent for the first \$1,000 of qualified tuition and related expenses and 50 percent credit for the next \$1,000 of eligible expenses for enrollment in undergraduate programs. Also, the credit only applied to the first two years of post-secondary education.

The Lifetime Learning credit could have been used for tuition and expenses for undergraduate, graduate, and professional degree courses. The credit could have been used for an unlimited amount of time, as long as the taxpayer or dependents were enrolled in post secondary education. The Lifetime Learning credit was a maximum of \$1,000 per return for expenses paid after June 30, 1998.

### **Education IRA Δ**

Beginning in 1998, taxpayers could have made nondeductible contributions up to \$500 annually to an educational IRA for a child under age 18. The earnings and withdrawals were tax-free to the extent that withdrawals did not exceed the beneficiary's qualified higher education expenses for the year. The educational IRA contribution was phased out for modified AGI between \$95,000 and \$110,000 (between \$150,000 and \$160,000 for taxpayers married filing jointly) (See also "Individual Retirement Arrangement Deductible Payments.")

### **Employee Business Expense**

See "Unreimbursed Employee Business Expenses."

### **Estate or Trust Net Income or Loss**

(line 36, Schedule E, Part III)

This was the beneficiary's share of fiduciary income (with the exception of the items described below, which were reported separately) from any estate or trust. Income



from estates or trusts included amounts required to be distributed, amounts credited to beneficiaries' accounts from current-year fiduciary income (whether or not actually distributed), and any other amounts which were properly paid, credited, or required to be distributed for that year.

Taxpayers excluded their share of dividends and gains or losses from sales of capital assets or other property, from estate or trust income. Such income (which made up the largest portion of income from estates or trusts) was included on the tax return on the separate lines provided for these income types and was not separately identified for the statistics. A loss from an estate or trust was allocated to the beneficiary only upon settlement or termination of an estate or trust and was limited by the "passive loss" rules.

For the tables, if a return showed net income from one estate or trust, and a net loss from another, that return was tabulated in both the "total income" and "total loss" columns. The columns labeled "net income" and "net loss" represent the sum of all income and losses reported from all estates or trusts, i.e., the net amount computed on a return-by-return basis.

## Estimated Tax Payments

(line 58, Form 1040)

This figure represents the total of the tax payments made for 1998 using Form 1040-ES, and any overpayment from the taxpayer's 1997 return that was applied to the 1998 estimated tax. Generally, individuals were required to make estimated tax payments if they expected to owe, after subtracting withholding and credits, at least \$1,000 in tax for 1998, and they expected withholding and credits to be less than the smaller of: (a) 90% of the tax shown on Form 1040 for 1998, or (b) 100% of the tax shown on Form 1040 for 1997.

## Excess Social Security Taxes Withheld $\Delta$

(line 62, Form 1040)

If a taxpayer earned more than \$68,400 (\$65,400 for 1997) in total wages from two or more employers in 1998, too much social security (FICA) or Railroad Retirement Tax Act (RRTA) tax may have been withheld from his or her wages. (There was no wage base limitation for Medicare tax; therefore, all covered wages were subject to Medicare tax.) Filers claimed credit for such overpayment on their income tax returns. The excess social security, or RRTA, taxes withheld could be taken as a credit toward payment of the taxpayer's income tax, or refunded. In the case of a joint return, the credit was computed separately for each taxpayer.

## Exemptions $\Delta$

(lines 6, 38, Form 1040)

In the computation of taxable income, a \$2,700 deduction was allowed for each exemption claimed if adjusted gross income was less than \$93,400. In general, an exemption was allowed for each taxpayer and dependent shown on a return. If an individual who could be claimed as a dependent by another taxpayer also filed his or her own return, that individual could not claim his or her own exemption.

With few exceptions, an individual had to meet five requirements to qualify as a dependent for 1998:

- 1) The individual received more than half of his or her support for 1998 from the taxpayer;
- 2) The individual was related to the taxpayer (such as a son, daughter, or parent) or was a member of the same household for the entire year;
- 3) The individual did not file a joint return with his or her spouse;
- 4) The individual met certain citizenship requirements;
- 5) The individual's gross income was less than \$2,700. An exception to the income limitation was granted to children under age 19, or full-time students under age 24.

These statistics classify the exemptions as children at home, children away from home, parents, and other.

If a taxpayer had AGI above certain levels, his or her personal exemption deduction may have been reduced or eliminated. For single taxpayers, the phaseout began at \$124,500 and was completed at \$247,000; for married persons filing jointly and surviving spouses, the phaseout began at \$186,800 and was completed at \$309,300; for heads of household, the phaseout began at \$155,650 and was completed at \$278,150; and for married persons filing separately, the phaseout began at \$93,400 and was completed at \$154,650.

### **Farm Net Income or Loss**

(line 18, Form 1040)

This source of income or loss was reported by individuals who were sole proprietors of farms. When there were two or more farms operated by the same taxpayer, the single amount of profit or loss included in the adjusted gross income represented the combined profit and loss from all farming activities. Farm business total expenses (line 35, Schedule F) were deducted from farm gross income (line 11, Schedule F) to arrive at farm net profit or loss.

Gains from certain sales of livestock and crops that qualified for capital gains treatment were excluded from farm net profit or loss and were included in capital gains. Farm rental income was included in total rent net income or loss. (See also "Farm Rental Net Income or Loss.")

### **Farm Rental Net Income or Loss**

(line 39, Schedule E)

Taxpayers were required to report farm rental income and expenses separately from other farm profit or loss if they: a) received income that was based on crops or livestock produced by the tenant, and b) did not manage or operate the farm to any great extent.

### **Filing Status**

See "Marital Filing Status."

### **Foreign-Earned Income Exclusion $\Delta$**

(included in line 21, Form 1040)

Qualified taxpayers could exclude from total income a certain amount of their foreign-earned income and employer-provided foreign housing expenses if their home, for tax purposes, was in a foreign country.

Qualifying individuals were limited to the lesser of a \$72,000 exclusion or their total foreign-earned income. Also, they could elect to exclude a portion of employer-provided foreign housing expenses. If the taxpayer elected to take both the foreign-earned income and foreign housing exclusions, the total amount of both exclusions was limited to the taxpayer's total foreign earned income. The foreign-earned income exclusion was entered as a negative amount on this line by the taxpayer but edited into a separate field during service center processing. The employer-provided foreign housing exclusion was left as part of other income.

### **Foreign Housing Deduction**

(included in the total on line 32, Form 1040)

Qualified taxpayers who had foreign housing expenses that were not provided by their employer were eligible to deduct these expenses from total income. This deduction together with the foreign-earned income exclusion was limited to the total amount of foreign-earned income for 1998.

### **Foreign Tax Credit**

(line 46, Form 1040)

Individuals who paid income or excess profit taxes to a foreign country or U.S. possession could claim either this credit against Federal income tax liability, or take an itemized deduction for the amount of the foreign tax payment. Depending on the taxpayer's income and taxes, the foreign tax credit could be less than the amount of foreign tax paid. Qualifying



foreign taxes paid in excess of the allowable amount for Tax Year 1998 could be carried back 2 years and then forward 5 years.

### **Forms 1040, 1040A, 1040EZ, and 1040PC**

The individual income tax system utilizes three major forms to collect income and tax information: the 1040, 1040A, and 1040EZ. Variations of the three basic forms included 1040PC, Telefile (Form 1040EZ's where all information is filed by telephone), and electronic filing. Form 1040PC returns were generated by IRS-approved software on a personal computer, and were typically condensed versions of the standard paper forms.

Returns of all of these types were included in the population of returns subjected to sampling, and were classified by the guidelines for filing a standard form (i.e., Forms 1040, 1040A and 1040EZ), discussed below. For example, if a return was filed electronically that would have been a Form 1040EZ had it been filed on paper, it would have been considered a Form 1040EZ in the statistics. All Telefile returns were considered to have been Form 1040EZ for these statistics. All returns generated on a personal computer were classified as 1040PC regardless what standard forms they would have been classified under.

The forms represented different levels of complexity in regard to the information reported. The Forms 1040A and 1040EZ, for instance, could only be used if an individual's taxable income was less than \$50,000, his or her non-wage income came from only a limited number of sources, and the taxpayer did not itemize deductions. The Form 1040 had to be used if taxable income was greater than \$50,000. In addition, the taxpayer had to file Form 1040 if he or she itemized deductions or had income (or losses) from a source not provided for on Form 1040A or 1040EZ, used certain tax provisions, or had certain tax credits not on Form 1040A or 1040EZ. (These forms can be found in Section 5, 1998 Forms.)

### **Gambling Earnings**

(included in line 21, Form 1040)

Gambling earnings include proceeds from lotteries, raffles, etc, and are included in line 21, Form 1040. These gambling earnings were edited into a separate field during service center processing. Gambling losses were not allowed to offset winnings on line 21. Instead, gambling losses were an itemized deduction reported on Schedule A. (See also "Gambling Loss Deduction.")

### **Gambling Loss Deduction**

(included in line 27, Schedule A)

Gambling losses (to the extent of gambling winnings) were fully deductible for taxpayers who itemize deductions. (See also "Gambling Earnings", "Total Itemized Deductions", and "Miscellaneous Itemized Deductions.")

### **General Business Credit**

(line 47a, Form 1040)

The general business credit consisted of the investment credit, the jobs credit, the alcohol fuel credit, the low-income housing credit, the welfare-to-work credit, the research credit, the enhanced oil recovery credit, the disabled access credit, the renewable electricity production credit, the Indian employment credit, the credit for employer social security and Medicare tax paid on employee tips, the orphan drug credit, the community development corporation credit, the Alaska pipeline liability fund credit, and the credit from electing large partnerships. Taxpayers claiming more than one of the credits were required to summarize them on Form 3800, *General Business Credit*. The general business credit was limited to 100 percent of the first \$25,000 (\$12,500 for a married couple filing separately) of tax liability and 25 percent of the excess over \$25,000. If the current year general business credit exceeded the tax liability limitation, the excess amount could be carried back to the 3 preceding tax years, then forward 15 years.



**Home Mortgage Interest Deduction**

(lines 10+11, Schedule A)

See "Interest Paid Deduction."

**Household Employment Taxes**

(line 55, Form 1040)

Taxpayers paying domestic employees more than \$1,000 generally had to pay social security and Medicare taxes for these employees with their income tax return by filing Schedule H, *Household Employment Taxes*.

**Income Subject to Tax**

See "Modified Taxable Income."

**Income Tax After Credits**

[(line 40 minus line 48) minus part or all of line 59a, Form 1040]

To arrive at income tax after credits, taxpayers deducted total credits (line 48, Form 1040) from income tax before credits (line 40, Form 1040). For the statistics, tax was further reduced by the portion of the earned income credit which did not result in a negative tax. This portion of the earned income credit was included in the total credits as "earned income credit used to offset income tax before credits." Any tax remaining after subtraction of all credits and the earned income credit was tabulated as "income tax after credits."

**Income Tax Before Credits**

(line 40, Form 1040)

This amount consisted of the tax liability on taxable income, computed by using the tax tables, tax rate schedules, Schedule D Tax worksheet, or Form 8615, plus Form(s) 8814, and any additional taxes from Form 4972 (line 39). (See also "Tax Generated.")

**Income Tax Withheld**

(line 57, Form 1040)

Income tax withheld included amounts: deducted from salaries, wages, and tips, as reported on Form W-2; deducted from pensions,

annuities, and certain gambling winnings as reported on Forms 1099-R and W-2G; and withheld from total distributions of profit-sharing, retirement plans, and individual retirement accounts, as reported on Form 1099-R.

In some cases, a backup withholding rate of 31 percent was required for interest, dividend, and royalty payments which, generally, were not subject to withholding.

**Individual Retirement Arrangement Deductible Payments Δ**

(lines 23, Form 1040)

An individual retirement arrangement (IRA) is a savings program that allows a taxpayer to set aside money for retirement. For 1998, there were two new plans introduced: the education IRA and Roth IRA, information on these two new IRA's can be found under their separate headings.

Beginning in 1998, taxpayers not covered by an employment retirement plan may have been able to deduct all contributions to a traditional IRA, even if their spouses were covered by a plan. The deduction was limited to \$2,000 and was phased out for modified AGI (on a joint return) between \$150,000 and \$160,000. The modified AGI levels at which the traditional IRA deduction phased out (for taxpayers covered by a retirement plan at work) was between \$40,000 and \$50,000 for married persons filing jointly and surviving spouses; between \$30,000 and \$40,000 for single filers or heads of households; and between \$0 and \$10,000 for married taxpayers filing separately. Previously, the deduction for IRA contributions was reduced or eliminated for taxpayers who were (or whose spouse was) covered by an employee retirement plan and whose adjusted gross income exceeded certain levels (Nondeductible contributions were still allowed for such taxpayers.) Deductible contributions could be subtracted from the employee's total income in arriving at adjusted gross income.

Contributions to an IRA (whether or not they were deductible) were limited to the lesser

of: (a) the individual's taxable compensation for the year, or (b) \$2,000. Married couples filing a joint return could contribute up to \$2,000 to each spouse's IRA, even if one spouse had minimal or no compensation. Therefore, the total combined IRA contributions could be up to \$4,000 for a year.

Unless they were disabled, taxpayers could not start withdrawing funds from the traditional account until they reached age 59-1/2. After age 70-1/2 taxpayers were required to begin withdrawals. Penalty taxes were assessed if the taxpayer failed to comply with these limitations. Starting in 1998, the additional tax on early withdrawals from a traditional IRA was eliminated if the distributions were used for qualified higher education expenses. This additional tax was also eliminated on distributions up to \$10,000 from traditional or Roth IRA's if the distributions were used to buy, build, or rebuild a qualified first home.

Payments to an IRA for a particular taxable year had to be made no later than the due date of the individual's return for that year. (See also "Roth Individual Retirement Arrangements" and "Education Individual Retirement Arrangements.")

## **Individual Retirement Arrangement Taxable Distributions Δ**

(line 15b, Form 1040)

Any money or property received from a taxpayer's IRA account was considered a distribution and, generally, had to be included in the taxpayer's total income in the year received. Excepted from this rule were tax-free roll-over distributions from one retirement account to another, distributions where the payout represented previously taxed non-deductible IRA contributions, and distributions from a Roth IRA. If a taxpayer converted from a traditional IRA to a Roth IRA, they were required to include in gross income the amount that they would have reported in income if they had made a withdrawal from this IRA. The taxpayer did not include in gross income any part of the conversion that was a nondeductible

contribution in a traditional IRA. Taxpayers then had the option of including this taxable amount from the conversion in income either for the current year or including it in equal parts over 4 years.

## **Interest Paid Deduction**

(line 14, Schedule A, includes all lines 10-13)

The rules for deducting home mortgage interest for 1998 were: (1) if a taxpayer took out a mortgage before October 13, 1987, secured by the taxpayer's main or second home, all the interest was deductible, (2) if the taxpayer's mortgage was after October 13, 1987, and the funds were used to buy, build, or improve that home, all interest could be deducted if the total of all mortgages on the property was \$1 million or less (\$500,000 if married filing separately), and (3) taxpayers could deduct all of the interest on an additional \$100,000 (\$50,000 if married filing separately) of mortgages on their main or second home other than to buy, build, or improve that home.

Generally, investment interest (interest paid on money borrowed that is allocable to property held for investment) was fully deductible up to the amount of net investment income. Beginning in 1993, the net investment income that was to be compared to investment interest could not include any net capital gains taxed on the capital gain tax rates. Interest relating to business, royalty, and rental income was deducted directly from these items and was not reflected in the interest paid statistics.

## **Interest Received**

See "Taxable Interest Received."

## **Interest, Tax-Exempt**

See "Tax-Exempt Interest."

## **Investment Interest Expense Deduction**

(line 13, Schedule A)

See "Interest Paid Deduction." and "Total Itemized Deductions."



**Itemized Deductions**

See "Total Itemized Deductions" and specific itemized deductions.

**Itemized Deduction Limitation**

See "Total Itemized Deductions."

**Limited Miscellaneous Deductions**

(lines 20-26, Schedule A)

Certain taxpayer expenses could be deducted on Schedule A, but were limited to the amount that exceeded 2 percent of adjusted gross income. These included: unreimbursed employee business expenses (including qualifying educational expenses), tax preparation fees, expenses paid to produce or collect taxable income, and expenses paid to manage or protect property held for earning income (including safe deposit boxes).

**Long-Term Capital Gain or Loss**

(line 16, Schedule D)

See "Sales of Capital Assets, Net Gain or Loss."

**Long-Term Gain or Loss from Other Forms**

(line 11, Schedule D)

The other forms include:

- Form 4797;
- Long-term gains from Forms 2439, and 6252;
- Long-term gain or loss from Forms 4684, 6781, and 8824

See "Sales of Capital Assets, Net Gain or Loss."

**Long-Term Loss Carryover**

(line 14, Schedule D)

See "Sales of Capital Assets, Net Gain or Loss."

**Marginal Tax Rates**

Different portions of taxable income are taxed at different rates. The tax rate applied to

the last dollar of income is called the "marginal tax rate" for that return. (See also "Tax Generated.")

**Marital Filing Status**

(lines 1-5, Form 1040)

The five marital filing status classifications were:

- (1) returns of single persons (not heads of household or surviving spouses);
- (2) joint returns of married persons;
- (3) separate returns of married persons;
- (4) returns of heads of household; and
- (5) returns of surviving spouses.

Marital filing status was usually determined as of the last day of the tax year. The exception was that if one's spouse died during the tax year, the survivor was considered married for the entire year. If a taxpayer was divorced during the tax year and did not remarry, the taxpayer was considered to be unmarried for the entire year. Surviving spouse status could only be used by those taxpayers whose spouse died in 1996 or 1997, and had a qualifying dependent.

**Medical and Dental Expenses Deduction**

(lines 1-4, Schedule A)

Qualified medical expenses included nonreimbursed payments made for the diagnosis, treatment, or prevention of disease or for medical or dental insurance. However, taxpayers who took the self-employed health insurance adjustment had to reduce their total premium deduction by the amount of the adjustment (see "Self-Employed Health Insurance"). In general, medical and dental expenses could be claimed as an itemized deduction to the extent that they exceeded 7.5 percent of adjusted gross income. Amounts paid for medicine and drugs were deductible only for items not available except by prescription or were for insulin. Taxpayers could deduct costs for transportation to obtain medical care and also a maximum of \$50 per day for certain lodging expenses incurred while traveling to



obtain medical care. (See also "Total Itemized Deductions.")

### **Medical and Dental Expenses Limitation**

(line 3, Schedule A)

See "Medical and Dental Expenses Deduction" and "Total Itemized Deductions."

### **Medical Savings Account Deduction**

(line 25, Form 1040)

Certain taxpayers who were covered only by a high-deductible health plan were able to participate in the medical savings account program. The taxpayer was allowed to take a deduction of up to \$1,462.50 (\$3,375 for a family) a year for contributions to a medical savings account. The medical savings accounts were used to pay for unreimbursable medical expenses. Form 8853 was used for the medical savings accounts.

### **Minimum Tax Credit**

(line 47c, Form 1040)

A minimum tax credit could be taken for 1998 by certain taxpayers who paid alternative minimum tax for 1997 or prior years. If all of the minimum tax credit (claimed on Form 8801) could not be used for 1998, the excess could be carried forward to later years.

### **Miscellaneous Deductions Other Than Gambling**

(included in line 27, Schedule A)

Other fully deductible expenses included such items as impairment-related work expenses for disabled persons, and amortizable bonds. (See also "Miscellaneous Itemized Deductions" and "Total Itemized Deductions.")

### **Miscellaneous Deductions Subject to 2% AGI Limitation**

(lines 20-26, Schedule A)

See "Limited Miscellaneous Deductions" and "Miscellaneous Itemized Deductions."

### **Miscellaneous Itemized Deductions**

(lines 20-27, Schedule A)

Miscellaneous itemized deductions were divided into two types. The first, such as employee business expenses, included those items that were limited to the amount that exceeded 2 percent of adjusted gross income, while the expenses of the other types, such as gambling losses not in excess of gambling winnings, were fully deductible. (See also "Gambling Loss Deduction," "Limited Miscellaneous Deductions," and "Miscellaneous Deductions Other Than Gambling.")

### **Modified Taxable Income**

"Modified taxable income" is the term used to describe "income subject to tax," the actual base on which tax is computed for the statistics in Tables 3.4, 3.5, and 3.6. For most taxpayers filing current year returns, modified taxable income is identical to "taxable income." For those returns with a Form 8814, *Parents' Election To Report Child's Interest and Dividends* attached, modified taxable income includes the sum of all children's interest and dividend income taxed at a 15% rate, as well as the parent's taxable income.

For prior year returns included in the 1998 statistics, a modified taxable income was calculated by using the tax rate schedule for 1998 to impute a hypothetical taxable income amount necessary to yield the given amount of tax reported.

A person who has no tax will have no modified taxable income. Since, the tax rate schedule is used to generate the modified taxable income, it is possible for a person to have up to four dollars of taxable income but have no modified taxable income because their tax reported would be zero.

**Moving Expenses Adjustment**

(line 26, Form 1040)

Taxpayers deducted current-year qualified moving expenses in the calculation of adjusted gross income as a statutory adjustment. In order to qualify for this deduction, the new work place had to be at least 50 miles farther from the former residence than the older. Deductible expenses included those incurred to move household and personal goods, and travel including lodging en route to the new residence. Expenses no longer deductible included: meals while moving from the old residence to the new residence; travel expenses for pre-move house hunting trips; expenses while occupying temporary quarters in the area of the new job; and qualified residence sale, purchase, and lease expenses.

**Net Capital Gain in AGI less loss**

See "Sales of Capital Assets, Net Gain or Loss."

**Net Operating Loss**

(included in line 21, Form 1040)

The excess loss of a business when AGI for a prior year was less than zero. The loss could be applied to the AGI for the current year and carried forward up to 15 years. (See also "Other Income.")

**Nonconventional Source Fuel Credit**

(included in line 47d, Form 1040)

This nonrefundable credit was available to taxpayers who sold fuel produced from a nonconventional source. Examples would be oil produced from shale and tar sands, gas produced from geopressured brine or biomass, and liquid, gaseous, or solid synthetic fuels produced from coal.

**Nondeductible Passive Losses**

(calculated on Form 8582)

Nondeductible passive losses were calculated by subtracting deductible passive losses reported on Form 8582 (line 11) from total current year passive losses (lines 1b+2b) and were limited to zero.

**Nontaxable Returns**

See "Taxable and Nontaxable Returns."

**Other Adjustments**

(included in line 32, Form 1040)

See "Statutory Adjustments."

**Other Income**

(line 21, Form 1040)

Included in other income were items such as prizes, awards, sweepstakes winnings, recoveries of bad debts, insurance received as reimbursement for medical expenses taken as a deduction in a previous year, and any other income subject to tax for which no specific line was provided on the return form. Any foreign-earned income exclusions, or "net operating loss" in an earlier year (that was carried forward and deducted for 1998) was entered as a negative amount on this line by the taxpayer but edited into separate fields during service center processing. However, any employer-provided foreign housing exclusions were included in other income (as a negative amount). Gambling earnings which were entered on this line by the taxpayer were edited into a separate field during service center processing.

**Other Payments**

(line 63, Form 1040)

See "Credit for Federal Tax on Gasoline and Special Fuels" and "Credit from Regulated Investment Companies."

## Other Tax Credits

(included in lines 47d, 48, Form 1040)

"Other tax credits" is a residual category in the statistics. It includes other miscellaneous credits that did not belong in any other category and were used to offset income tax before credits.

## Other Taxes Deduction

(line 8, Schedule A)

Other taxes consisted of any deductible tax other than state and local income taxes, real estate taxes, and personal property taxes. Examples of other taxes are taxes paid to a foreign country or US possession. (See also "Personal Property Tax" and "Taxes Paid Deduction.")

## Overpayment

(line 65, Form 1040)

An overpayment of tax occurred when "total tax payments" exceeded "total tax." Overpayments included the amount of any "refundable portion of the earned income tax credit." An overpayment could be refunded or credited toward the estimated tax for the following year. (See also "Credit to 1999 Estimated Tax" and "Refund.")

## Overpayment Refunded

(line 66a, Form 1040)

See "Overpayment" and "Refund."

## Parents' Election to Report Child's Interest and Dividends

(calculated on Form 8814)

A parent could elect to report on his or her return income received by his or her child. If the election were made, the child was not required to file a return. A parent could make this election if the child:

- was under age 14 on January 1, 1999;
- had income only from interest and dividends and capital gain distributions;

- had gross income for 1998 that was more than \$700 but less than \$7,000;
- had no estimated tax payments for 1998;
- did not have any overpayment of tax shown on his or her 1997 return applied to the 1998 return; and
- had no Federal income tax withheld from his or her income (backup withholding).

If the parents were not filing a joint return, special rules applied to determine which parent could make the election. (See also "Modified Taxable Income.")

## Partnership and S Corporation Net Income or Loss

(line 31, Schedule E)

Partnerships and S corporations (formerly Subchapter S corporations) are not taxable entities; therefore, tax on their net profit or loss was levied, in general, directly on the members of the partnership or shareholders of the S corporation. The profit or loss shown in the statistics was the taxpayer's share of the ordinary gain or loss of the enterprise, and certain payments made to the taxpayer for the use of capital or, for partnership, as salary. Net long-term capital gains received from partnerships and S corporations were reported on Schedule D.

If a return showed net income from one partnership or S corporation and a net loss from another, the two were added together, and the return was tabulated by the net amount of income or loss in the appropriate column. Beginning in 1987, net income and net loss were reported separately for passive and non-passive partnership and S corporation activities. Passive losses were limited under new rules to the amount that could offset passive income.

## Passive Activity Losses

Losses generated by any "flow-through" business activity (such as partnerships or S Corporations for which profits and certain other amounts were passed directly through to the owners), in which the taxpayer did not "materially participate" (i.e., was not involved



regularly and substantially in the operations of the activity) qualified as passive activity losses. (See also "Nondeductible Passive Losses.")

### **Payment with Request for Extension of Filing Time**

(line 61, Form 1040)

This payment was made when the taxpayer filed Form 4868, *Application for Automatic Extension of Time to File U.S. Individual Income Tax Return*, or Form 2688, *Application for Additional Extension of Time to File*. The extension granted the taxpayer an additional period of time to file a tax return, but did not extend the time for the payment of the expected tax. Full payment of any tax due had to be made with the application for extension.

### **Payments to a Keogh Plan**

(line 29, Form 1040)

Self-employed individuals were allowed to contribute to a Keogh retirement plan or a simplified employment pension plan for themselves and to deduct all or part of such contributions in computing adjusted gross income. The amount which could be deducted was based on net earnings from self-employment.

### **Penalty on Early Withdrawal of Savings**

(line 30, Form 1040)

Taxpayers who paid penalties for the premature withdrawal of funds from time savings accounts or deposits could deduct those penalties as an adjustment to total income.

### **Penalty Tax on Qualified Retirement Plans**

(line 53, Form 1040)

If taxpayers withdrew any funds from an Individual Retirement Arrangement or qualified retirement plan before they were either age 59-1/2 or disabled, they were subject to a penalty tax equal to 10 percent of the premature

distribution. Any taxpayer who failed to withdraw the minimum required distribution after reaching age 70-1/2 had to pay a 50 percent excise tax on the excess accumulation. Contributions to the retirement plans in excess of the legal limitation for the year (the lesser of \$2,000 or the taxpayer's compensation for the year) were subject to an excise tax equal to 6 percent of the excess contribution.

### **Pensions and Annuities**

(lines 16a, 16b, Form 1040)

Generally, pensions are periodic income received after retirement for past services with an employer, while annuities are income payable at stated intervals after payment of a specific premium. A taxpayer could acquire a pension or annuity either by purchase from a commercial organization (usually life insurance, endowment, or annuity contracts) or under a plan or contract connected with the taxpayer's employment. Those pensions or annuities obtained in connection with employment could be purchased entirely by the taxpayer or could be financed in part (a contributory plan) or in whole (a non-contributory plan) by contributions of the employer.

Since a non-contributory plan was paid for entirely by an employer, the amount received by the employee was fully taxable. This fully taxable pension was reported on lines 16a and 16b. For the taxpayer who participated in a contributory retirement plan while employed, the amount received was only partially taxable. In general, the amount excludable from gross income, the nontaxable portion, represented the taxpayer's contributions under the plan, while the taxable portion represented the employer's contribution and earnings on the entire investment. The nontaxable contribution had to be amortized over the expected lifetime of the taxpayer.

The entire amount of pensions and annuities received for the year was reported on line 16a of the Form 1040. The taxable portion was computed on a separate worksheet and entered on line 16b.

**Personal Property Taxes Deduction**

(line 7, Schedule A)

Personal property tax could be included as a deduction if the tax was an annual tax based on value alone. (See also "Taxes Paid Deduction.")

**Predetermined Estimated Tax****Penalty**

(line 69, Form 1040)

If a return showed taxes of \$1,000 or more owed on line 68 (tax due at time of filing) and this amount was more than 10 percent of the total tax, the taxpayer could owe a penalty, unless tax payments in the current year equaled or exceeded prior-year tax liability (provided prior-year liability was greater than zero). Also, taxpayers could owe a penalty if they underpaid their 1998 estimated tax liability for any payment period. Form 2210 was used to determine the amount of a penalty, if any.

For this report, the predetermined estimated tax penalty includes only the amount calculated by the taxpayer when the return was initially filed.

**Real Estate Taxes**

(line 6, Schedule A)

This amount included taxes paid on real estate that was owned and not used for business by the taxpayer. The real estate taxes could only be used as a deduction if the taxes were based on the assessed value of the property. Also, the assessment had to be made uniformly on property throughout the community, and the proceeds had to be used for general community or governmental purposes. (See also "Taxes Paid Deductions").

**Recapture Taxes**

(included in line 56, Form 1040)

See "Tax from Recomputing Prior Year Investment Credit."

**Refund**

(line 66a, Form 1040)

A refund of tax included all overpayment of income taxes not applied by the taxpayer as a credit to the next year's estimated tax. (See also "Overpayment.")

**Refund Credited to Next Year**

(line 67, Form 1040)

See "Credit to 1999 Estimated Tax."

**Regular Tax Computation**

Typically, the taxpayer, in determining the amount of "tax generated," first computed taxable income. Depending on marital status and size of taxable income, the taxpayer then used the tax table or applied the rates from one of four tax rate schedules to determine tax. Also, returns of taxpayers who had taxes computed by the Internal Revenue Service were classified under the regular tax computation method. If a taxpayer filed a Form 8615 or had any long-term capital gains taxed at a rate less than the tax tables, then they were not considered as regular tax computations.

**Rent and Royalty Net Income or Loss**

(lines 24-25, Schedule E)

This amount was the combination of rent net income, rent net loss, royalty net income, and royalty net loss. This amount did not include passive losses that were not deductible, but included carryovers of previous years' passive losses. (See also "Passive Activity Losses.")

**Rent Net Income or Loss**

(line 22, columns A,B,C, Schedule E)

Rent net income or loss was determined by deducting from gross rent, the amounts for depreciation, repairs, improvements, interest, taxes, commissions, advertising, utilities, insurance, janitorial services, and any other allowable expenses related to the rented property. In the statistics, total rental net loss



includes passive losses that were not deductible in figuring AGI. (See also "Passive Activity Losses.")

### **Roth IRA Δ**

Beginning in 1998, taxpayers were able to create Roth IRA's. Unlike traditional IRA's, contributions to a Roth IRA were not deductible. However, qualified distributions from the earnings of a Roth IRA were tax exempt. The contribution limit for Roth IRA's was the lesser of \$2,000 or the individual's taxable compensation unless the taxpayer contributed to both Roth IRA's and traditional IRA's. In this case, the contribution limit for Roth IRA's was reduced by all contributions (other than employer contributions) to traditional IRA's for the taxable year. The eligibility for Roth IRA's was phased out for joint filers with modified AGI between \$150,000 and \$160,000, married taxpayers filing separately and living with their spouses with modified AGI between \$0 and \$10,000, and all other filers (single, head of household, and married filing separately and not living with their spouse at any time during the year) with modified AGI between \$95,000 and \$110,000. Contributions to Roth IRA's could be made after the taxpayer reached the age of 70 ½. Also, the minimum distribution rules did not apply to living taxpayers as they did for traditional IRA's.

Some taxpayers were also eligible to make taxable rollovers of traditional IRA's to Roth IRA's without paying the 10 percent tax on early withdrawals. Taxpayers had to have a modified AGI of \$100,000 or less to be able to roll over a traditional IRA to a Roth IRA. When a taxpayer converted an amount from the traditional IRA to a Roth IRA, they were required to include in gross income the amount that they would have reported in income if they had made a withdrawal from this IRA. The taxpayer did not include in gross income any part of the conversion that was a nondeductible contribution in a traditional IRA. Taxpayers then generally had the option of including this

taxable amount from the conversion in income for the current year or of including it in equal parts over four years. Married taxpayers filing separately could not take advantage of this rollover provision. (See also "Individual Retirement Arrangement Taxable Distributions.")

### **Royalty Net Income or Loss**

(line 22, columns A, B, C, Schedule E)

Net royalties consisted of gross royalties less deductions for depletion, depreciation, office rent, legal fees, clerical help, interest, taxes, and similar items. Gross royalties included revenues from oil, gas, and other mineral rights; revenue from patents; and revenue from literary, musical, or artistic works. Certain royalties received under a lease agreement on timber, coal, and domestic iron ore were eligible for capital gains or ordinary loss treatment under Code section 1231. As a result of the separate computation, those royalties are reflected in the statistics for "sales of capital assets" and "sales of property other than capital assets." (See also "Total Rent and Royalty Income or Loss in AGI.")

### **S Corporations**

See "Partnership and S Corporation Net Income or Loss."

### **Salaries and Wages**

(line 7, Form 1040)

Salaries and wages as reported on the tax return were amounts of compensation primarily for personal services. The following items are included:

- salaries;
- wages;
- commissions;
- bonuses;
- tips;
- fees;
- excess reimbursement of employee business expenses;
- moving expenses allowances;



- the difference between the fair market value of certain property and the discount price for which it was purchased by a taxpayer from his or her employer;
- severance pay;
- sick pay;
- the value of exercising a stock appreciation right;
- directors' fees;
- vacation allowances;
- most disability payments;
- strike and lockout benefits; and
- the value of certain non-monetary payments for services (e.g., merchandise, accommodations, certain meals or lodging, certain stock purchase plans, or property).

Identifiable amounts for any of these categories which may have been reported by taxpayers as "other income" are treated as salaries and wages for the statistics.

## **Sales of Capital Assets, Net Gain or Loss Δ**

(line 13, Form 1040)

In general, capital assets for tax purposes included all property held for personal use or investment. Examples of such assets were personal residences, furniture, automobiles, and stocks and bonds. Most assets used for business activities were specifically excluded from treatment as capital assets. (See also "Sales of Property Other Than Capital Assets, Net Gain or Loss.")

The following concepts are used in the computation of net capital gain or loss for this report:

*Long-term or short-term:* If the holding period was one year or less the asset was considered short-term; otherwise it was considered long-term.

*Net capital gain:* If the combination of net short-term gain or loss and net long-term gain or loss resulted in a positive amount, the taxpayer had a net capital gain. The full amount of this gain, whether short-term or long-term was included in adjusted gross income.

*Net capital loss:* If the combination of net short-term gain or loss and net long-term gain or loss resulted in a negative amount, the taxpayer showed a net capital loss. The amount of net capital loss to be included in adjusted gross income was limited to the smaller of the actual net capital loss or \$3,000 (\$1,500 for married persons filing separately). Any excess capital losses over the \$3,000 limit could be carried over to subsequent tax years ("capital loss carryover" in the statistics). All capital gain distributions had to be reported on the Schedule D, even if there were no other capital gains or losses.

The maximum long-term capital gains tax rate for most sales or exchanges of properties was 20 percent (10 percent for taxpayers in the 15-percent tax bracket). New for 1998, the holding period for property eligible for the lowest long-term capital gain tax rate decreased from more than 18 months to more than one year. Collectible gains and up to 50% of eligible gains on qualified small business stock were taxed at the 28-percent rate. Gains from the sale of certain depreciable real property was taxed at a 25-percent rate. Therefore, the long-term capital gain tax rate could be 10-percent, 20-percent, 25-percent, or 28-percent.

Taxpayers who sold their main homes after May 6, 1997, were generally able to exclude from income up to \$250,000 (\$500,000 for married couples filing a joint tax return) of the gain on the sale of their homes.

## **Sales of Capital Assets Reported on Schedule D**

See "Sales of Capital Assets, Net Gain or Loss."

## **Sales of Property Other Than Capital Assets, Net Gain or Loss**

(line 14, Form 1040)

Property other than capital assets generally included property of a business nature, in contrast to personal or investment property, which were capital assets. Some types of

property specifically included in this group were:

- (1) certain depreciable, depletable, and real business property;
- (2) accounts and notes receivable in the ordinary course of business generated from the sale of goods and services ordinarily held for sale by the business or includable in the inventory of the business;
- (3) certain copyrights, literary, musical, or artistic compositions, or similar properties; and
- (4) amounts resulting from certain "involuntary conversions," including net losses from casualty and theft.

Taxpayers reported all gains and losses not treated as capital gains on Form 4797, *Sales of Business Property*.

## **Self-Employed Health Insurance Deduction Δ**

(line 28, Form 1040)

Self-employed persons, or owners of more than 2 percent of outstanding stock of an S corporation, if they were not eligible for health coverage under an employer-provided plan, were allowed to deduct, in the calculation of AGI, up to 45 percent of the amount paid for health insurance for themselves and their families.

## **Self-Employment Tax Δ**

(line 50, Form 1040)

The ceiling for social security tax on taxable self-employment income for 1998 was \$68,400 (\$65,400 for 1997). The limit did not apply for purposes of the Health Insurance (HI) tax. All net earnings greater than \$400 (\$108.28 for church employees) was subject to the Medicare tax portion. (See also "Total Tax Liability.")

## **Short-Term Capital Gain or Loss**

(line 7, Schedule D)

See "Sales of Capital Assets, Net Gain or Loss."

## **Short-Term Gain or Loss from Other Forms**

(line 4, Schedule D)

The other forms include:

- Short-term gains from Form 6252
- Short-term gain or loss from Forms 4684, 6781, and 8824

See "Sales of Capital Assets, Net Gain or Loss."

## **Short-Term Loss Carryover**

(line 6, Schedule D)

See "Sales of Capital Assets, Net Gain or Loss."

## **Size of Adjusted Gross Income**

(line 33, Form 1040)

The amount of adjusted gross income reported by the taxpayer on the return was the basis for classifying data by size of adjusted gross income. Returns without positive adjusted gross income, such as deficit returns or returns on which income and loss were equal, were classified as having "no adjusted gross income" and appear as a separate class in most basic tables. The absence of a class labeled "no adjusted gross income" indicates that any deficit or break-even returns in a table were included in the lowest income size class. See "Adjusted Gross Income Less Deficit."

## **Social Security Benefits**

(lines 20a, 20b, Form 1040)

Social security benefits included any monthly benefit under title II of the Social Security Act or the part of a "tier 1 railroad retirement benefit" that was equivalent to a social security benefit. Social security benefits were not taxable unless the taxpayer's total income (including tax-exempt interest) plus one-half of total social security benefits exceeded certain levels. The maximum taxable amount was up to 85% of the net social security benefits received. Social security benefits received were reported on Form 1040, line 20a and the taxable portion was reported on line 20b. Taxpayers



who had no taxable benefits were not supposed to show the total benefits on their income tax returns.

## Social Security and Medicare Tax on Tip Income

(line 52, Form 1040)

Cash tips amounting to \$20 or more received by the taxpayer in a month while working for any one employer were subject to withholding of income tax, social security tax (or the equivalent railroad retirement tax), and Medicare tax. If the employer was unable to withhold the social security and Medicare tax, the amount of uncollected social security tax on tips was indicated on the employee's Form W-2, and the employee was required to report the uncollected tax and pay it with the Form 1040. If the employee did not report the tips to the employer, the employee was required to compute the social security and Medicare tax on unreported tips on Form 4137 and attach it to Form 1040.

## Standard Deduction $\Delta$

(included in line 36, Form 1040)

For 1998, the basic standard deduction was increased. Taxpayers who were age 65 or over or blind could claim an additional standard deduction amount of \$850 or \$1,050 based on filing status. Both the basic and additional standard deductions were determined by marital filing status, as shown below.

### *Single*

Basic deduction of \$4,250;

Each taxpayer 65 or over or blind was allowed an additional \$1,050 deduction each for age and blindness.

### *Married filing jointly or surviving spouses*

Basic deduction of \$7,100;

Each taxpayer 65 or over or blind was allowed an additional \$850 deduction each for age and blindness.

### *Married, filing separately*

Basic deduction of \$3,550;

Each taxpayer 65 or over or blind was allowed an additional \$850 deduction each for age and blindness.

### *Head of Household*

Basic deduction of \$6,250;

Each taxpayer 65 or over or blind was allowed an additional \$1,050 deduction each for age and blindness.

The basic standard deduction claimed by filers who were dependents of other taxpayers increased to a minimum of \$700 (up from \$650 for 1997). New for 1998, the amount of the standard deduction for dependent's could be greater than \$700 and equal to the dependents earned income plus \$250 (but not more than the regular standard deduction amount).

In the statistics, the basic standard deduction is tabulated for all taxpayers who claimed it, including those who were 65 or over and/or blind. The "additional standard deduction" total includes only the additional amount that was taken by those taxpayers who were 65 or over and/or blind.

## State Income Tax Refund

(line 10, Form 1040)

If a taxpayer received a refund, credit, or offset of state or local income taxes in 1998 that was paid or deducted before 1998, all or part of that amount had to be reported as income to the extent that an itemized deduction for state and local taxes had previously resulted in a tax benefit.

## State and Local Income Taxes

(line 5, Schedule A)

State and local income taxes paid could be used as an itemized deduction if a taxpayer had state and local income tax withheld from their salary during 1998; had paid state and local income taxes directly during 1998 for a prior year, or had made mandatory contributions to specific state disability funds. (See also "Taxes Paid Deduction.")



**Statutory Adjustments**

(lines 23-32, Form 1040)

Certain adjustments to total income were allowed as deductions in the calculation of adjusted gross income. For 1998, statutory adjustments included payments to an IRA, student loan interest deductions, medical savings account deductions, moving expenses, the deduction for one-half of self-employment tax, the self-employed health insurance deduction, payments to a self-employed Keogh retirement plan or a simplified employee pension (SEP), penalty on early withdrawal of savings, alimony paid, and the foreign housing deduction. Each of the above items is described separately in this section. In addition, statutory adjustments included jury duty pay received by the taxpayer and given to the employer if the taxpayer continued to receive wages while on jury duty, the forestation/reforestation amortization deduction, and the repayment of supplemental unemployment benefits under the Trade Act of 1974. These amounts are included in the "Other Adjustments" category in the statistics.

**Student Loan Interest Deduction  $\Delta$** 

(line 24, Form 1040)

Beginning in 1998, a deduction allowed eligible taxpayers to deduct up to \$1,000 for interest paid on qualified higher educational loans. The deduction was phased out for taxpayers with AGI between \$40,000 to \$50,000 (\$60,000 to \$75,000 for taxpayers filing a joint return).

**Tax Credits**

See "Total Tax Credits."

**Tax Due at Time of Filing**

(line 68, Form 1040)

"Tax due" was reported on returns on which total tax liability exceeded total tax payments.

**Tax from Recomputing Prior-Year Investment Credit**

(included line 56, Form 1040)

The investment tax credit provisions of the law included a recapture rule which required taxpayers to pay back some or all of any investment credit previously taken on property disposed of before the end of the useful life claimed in computing the credit. The law specified that if property qualifying for the credit was disposed of before the end of its useful life, the tax for the year of disposal was increased by the difference between the credit originally claimed and the credit that would have been allowed based on the shorter actual life. Tax credits could not be applied against this additional tax.

**Tax Generated  $\Delta$** 

(line 40, Form 1040)

This amount was the tax computed on modified taxable income. For 1998, there were five basic tax rates, 15, 28, 31, 36, and 39.6 percent. The 15-percent bracket applied to taxable income equal to or below \$25,350 for single filers; \$42,350 for joint filers or surviving spouses; \$21,175 for married persons filing separately; and \$33,950 for heads of household. The 28 percent tax bracket applied to taxable income in excess of the 15 percent bracket ceiling and equal to or below \$61,400 for single filers; \$102,300 for joint filers or surviving spouses; \$51,150 for married persons filing separately; and \$87,700 for heads of household. The 31 percent tax rate applied to taxable income in excess of the 28 percent tax bracket ceiling and equal to or below \$128,100 for single filers; \$155,950 for joint filers or surviving spouses; \$77,975 for married persons filing separately; and \$142,000 for heads of households. The 36 percent tax rate applied to taxable income in excess of the 31 percent tax bracket ceiling and equal to or below \$278,450 for single filers, joint filers, or surviving spouses and heads of households and \$139,225 for married persons filing separately. The 39.6

percent tax rate applied to taxable income in excess of the upper boundary for the 36 percent tax bracket. The tax generated at each of these tax rates is shown in Tables 3.4 and 3.5.

If children under age 14 had investment income that exceeded \$1,400, there were two methods of reporting this income. If the child filed his or her own return, the investment income that exceeded \$1,400 was taxed at the parents' rate on Form 8615 (the remaining investment income was taxed at the child's rate) and tabulated separately in Tables 3.4 and 3.5. If the parents elected to report the child's investment income on their return, they attached a Form 8814. The investment income in excess of \$1,400 was included on Form 1040, line 21. The remaining investment income in excess of the \$700 standard deduction was taxed at the child's rate (15 percent), added to the parents' tax on Form 1040, line 40, and is also tabulated separately in Tables 3.4 and 3.5.

On most returns, except those with additional taxes from special computations, "tax generated" equaled "income tax before credits." (See also "Modified Taxable Income.")

## **Tax Payments Δ**

(lines 57, 58, 60-64, Form 1040)

These payments were generally made before the return was filed and were applied against tax liability to determine any amount payable or refundable at the time of filing. They consisted of the following:

- (1) income tax withheld, including backup withholding;
- (2) estimated tax payments (including those from overpayment on 1997 return);
- (3) additional child tax credit; (not tabulated separately)
- (4) payment with request for extension of filing time;
- (5) excess social security, Medicare, or railroad retirement tax withheld;
- (6) credit for tax on certain gasoline, fuel, and oil;
- (7) credit from regulated investment companies.

Each of the above is described under a separate heading in this section.

Although the earned income credit was included with tax payments on the tax return itself (line 59a, Form 1040), for the statistics it is treated partly as a credit against income tax liability and partly as a refundable amount. (See also "Earned Income Credit.")

## **Tax Penalty**

(line 69, Form 1040)

See "Predetermined Estimated Tax Penalty."

## **Tax Preparation Fees**

(line 21, Schedule A)

Tax preparation fees were included on Schedule A as a miscellaneous deduction, the total of which was subject to a 2 percent of AGI floor. The amounts reported in the statistics are prior to this floor. (See also "Limited Miscellaneous Deductions.")

## **Tax Rates, Tax Rate Classes**

See "Tax Generated."

## **Tax Withheld**

(line 57, Form 1040)

See "Income Tax Withheld."

## **Tax-Exempt Interest**

(line 8b, Form 1040)

Tax-exempt interest included interest on certain State and municipal bonds, as well as any tax-exempt interest dividends from a mutual fund or other regulated investment company. This was an information reporting requirement and did not convert tax-exempt interest into taxable interest.

## **Taxable and Nontaxable Returns**

The taxable and nontaxable classification of a return for this report is determined by the presence of "total income tax" (the sum of income tax after credits and the alternative minimum tax). Some returns classified as



"nontaxable" may have had a liability for other taxes, such as self-employment tax, uncollected employee social security and medicare tax on tips, tax from recomputing prior-year investment credit, penalty taxes on individual retirement accounts, Section 72 penalty taxes, advance earned income credit payments, household employment taxes, or golden parachute payments. These taxes, however, were disregarded for the purposes of this classification since three of the above taxes were considered social security (rather than income) taxes, and the remaining ones, except for advance earned income payments, were either based on prior year's income or were penalty taxes.

For this report, the earned income credit is treated first as an amount used to offset income tax before credits. Since the earned income credit was refundable, it was subtracted from income tax (for the statistics) after reduction by all other statutory credits. As a result, some returns became nontaxable strictly because of the earned income credit if there was no alternative minimum tax and the earned income credit equaled or exceeded income tax before credits reduced by any other credits.

It should be noted that classification as taxable or nontaxable was based on each return as it was filed and does not reflect any changes resulting from audit or other enforcement activities.

### **Taxable Income**

(line 39, Form 1040)

Taxable income was derived by subtracting from adjusted gross income any exemption amount and either total itemized deductions or the standard deduction. (See "Modified Taxable Income.")

### **Taxable Interest Received**

(line 8a, Form 1040)

This amount was the taxable portion of interest received from bonds, debentures, notes, mortgages, certain insurance policy proceeds, personal loans, bank deposits, savings deposits,

tax refunds, and U.S. savings bonds. Also included as interest were "dividends" on deposits or withdrawable accounts in mutual savings banks, savings and loan associations, and credit unions. These amounts could, in some circumstances, include a child's income which was to be taxed at the parent's rate. Interest on state or local government obligations remained tax-exempt, but the total tax-exempt interest had to be reported on line 8b of Form 1040. It was not included in the taxpayer's income for tax purposes. (See also "Tax-Exempt Interest.")

### **Taxable IRA Distributions (in AGI)**

(line 15b, Form 1040)

See "Individual Retirement Arrangement Taxable Distributions."

### **Taxable Pensions and Annuities (in AGI)**

(line 16b, Form 1040)

See "Pensions and Annuities."

### **Taxable Social Security Benefits (received)**

(line 20b, Form 1040)

See "Social Security Benefits."

### **Taxes Paid Deduction**

(lines 5-9, Schedule A)

Taxes allowed as an itemized deduction from adjusted gross income, included personal property taxes, state and local income taxes, taxes paid to foreign countries or U.S. possessions (unless a foreign tax credit was claimed), and real estate taxes except those levied for improvements that tended to increase the value of the property. Mandatory employee contributions to a state disability fund and employee contributions to a state unemployment fund were also included. Federal taxes were not deductible.

Taxes paid on business property were deducted separately on the schedules for



business, rent, royalty, and farm income and are excluded from the "taxes paid" statistics in this report.

### **Total Income**

(line 22, Form 1040)

Total income was the sum of the individual income items (lines 7 through 21) before adjustments.

### **Total Income Tax**

(line 49 + line 51 + any Form 4970 tax on line 56 - line 59a, limited to zero, on Form 1040)

Total income tax was the sum of income tax after credits (including the subtraction of the earned income credit) and the alternative minimum tax. For 1998, total income tax included the tax from Form 4970 (2,210 returns for \$14,501,000). It did not include any of the other taxes which made up total tax liability. Total income tax was the basis for classifying returns as taxable or nontaxable.

### **Total Itemized Deductions $\Delta$**

(included in line 36, Form 1040)

Itemized deductions from adjusted gross income could be claimed for medical and dental expenses, certain taxes paid, interest paid, charitable contributions, casualty and theft losses, and miscellaneous deductions. Itemized deductions were claimed only if they exceeded the total standard deduction, with three exceptions. First, if a taxpayer was married and filing separately, and his or her spouse itemized deductions, the spouse was required to itemize as well. Second, taxpayers in several states were required to itemize deductions on their Federal tax returns if they wished to itemize on their State returns. Third, if a taxpayer benefited for alternative minimum tax purposes, they might itemize even though the standard deduction was larger. The total amount of itemized deductions was tabulated only from returns showing positive adjusted gross income.

If a taxpayer had AGI in excess of \$124,500 (\$62,250 if married filing separately), his or her

itemized deductions may have been limited. The limitation did not apply to the deductions for medical and dental expenses, investment interest expenses, casualty or theft losses, and gambling losses. To arrive at allowable itemized deductions, total itemized deductions were reduced by the smaller of: a) 80 percent of the non-exempt deductions, or b) 3 percent of the amount of AGI in excess of \$124,500 (\$62,250). Therefore, total itemized deductions is the sum of the separate deductions cited above, less the itemized deduction limitation.

### **Total Miscellaneous Deductions**

See "Miscellaneous Itemized Deductions."

### **Total Rent and Royalty Income or Loss**

(line 26 plus lines 38 and 39, Schedule E)

This income concept consisted of all rent and royalty income and loss which was used in computing adjusted gross income, including farm rental income and suspended rental loss carry-over from prior years. It excluded the portion of rental losses which was not deductible in computing adjusted gross income due to the passive loss rules. Income or loss from real estate mortgage investment conduits were also included in this concept.

### **Total Statutory Adjustments**

(line 32, Form 1040)

Total statutory adjustments was the sum of the individual adjustments to income (lines 23-31a).

### **Total Tax Credits $\Delta$**

(lines 48, 59a, Form 1040)

For this report, total tax credits consists of the following:

- (1) child care credit;
- (2) credit for the elderly and disabled;
- (3) child tax credit;
- (4) education credits;
- (5) adoption credit;
- (6) foreign tax credit;

- (7) general business credit;
- (8) minimum tax credit;
- (9) mortgage interest credit;
- (10) empowerment zone employment credit;
- (11) nonconventional source fuel credit and;
- (12) other tax credits;
- (13) earned income credit (EIC) used to offset income tax before credits

These amounts were deducted from income tax before credits to arrive at income tax after credits. For the statistics, the portion of the EIC which did not result in a negative amount is tabulated as "earned income credit used to offset income tax before credits." Any remaining EIC amount could be refunded or applied to other taxes, and is classified separately as "earned income credit refundable portion," or "earned income credit used to offset other taxes." All other credits were limited to the amount needed to offset income tax before credits and were not refundable or used to offset any other taxes.

### **Total Tax Liability**

(line 56 modified by the earned income credit, Form 1040)

Total tax liability was the sum of income tax after credits, the alternative minimum tax, self-employment tax, social security and Medicare tax on tips, tax from recomputing prior-year investment credits, taxes from individual retirement accounts, Section 72 penalty taxes, household employment taxes, tax on golden parachute payments and Form 4970 tax. These taxes were then reduced by the earned income credit used to offset all other taxes (defined under "Earned Income Credit). For the statistics, unlike the Form 1040, total tax liability does not include any advance earned income credit payments.

### **Total Tax Payments**

See "Tax Payments."

### **Total Taxable IRA Distributions**

See "Taxable Individual Retirement Arrangement Distributions."

### **Total Unlimited Miscellaneous Deductions**

(line 27, Schedule A)

See "Miscellaneous Itemized Deductions."

### **Type of Tax Computation $\Delta$**

(line 40, Form 1040)

Tabulations in Table 3.1 include three methods of computing the tax on income subject to tax. These methods were:

- (1) regular tax, as computed from the tax tables or tax rate schedules accompanying the Forms 1040, 1040A, or 1040EZ. Schedule J, Farm Income Averaging returns are included with regular tax. (see also "Regular Tax Computation");
- (2) Form 8615, used to compute the tax on investment income of children under 14; and
- (3) Schedule D, Form 1040, used to compute the tax on long-term capital gains (in excess of short-term capital losses.) This tax could be at various rates, 10, 20, 25, or 28%.

### **Unemployment Compensation**

(line 19, Form 1040)

All unemployment compensation received was taxable. It did not include any supplemental unemployment benefits received from a company-financed supplemental unemployment benefit fund, which were included in salaries and wages.

### **Unreimbursed Employee Business Expenses**

(line 20, Schedule A)

This item, added together with most other miscellaneous itemized deductions, was subject to a floor of 2 percent of AGI. Unreimbursed employee business expenses included travel, transportation, meal, and entertainment costs incurred while based at or away from home in the performance of job duties. Fifty percent of meal and entertainment expenses were deductible, and were calculated on Form 2106, *Employee Business Expenses*. Many other

expenses such as union dues, safety equipment, uniforms, protective clothing, and physical examinations were also deductible. Travel expenses away from home which were paid or incurred were not deductible if the period of temporary employment was more than one year. The amounts reported in the statistics were prior to the 2 percent floor. (See also "Limited Miscellaneous Itemized Deductions.")



# Section 5

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Form 1040 (1998)

## Tax and Credits

34 Amount from line 33 (adjusted gross income) ☐ You were 65 or older. ☐ Blind. ☐ Spouse was 65 or older. ☐ Blind. Add the number of boxes checked above and enter the total here. ☐ 35a

35b If you are married filing separately and your spouse itemizes deductions or you were a dual-status alien, see page 29 and check here. ☐ 35b

36 Enter the larger of your itemized deductions from Schedule A, line 28, OR standard deduction shown on the left. But see page 30 to find your standard deduction if you checked any box on line 35a or 35b or if someone can claim you as a dependent. ☐ 36

37 Subtract line 36 from line 34 ☐ 37

38 If line 34 is \$93,400 or less, multiply \$2,700 by the total number of exemptions claimed on line 6d. If line 34 is over \$93,400, see the worksheet on page 30 for the amount to enter. ☐ 38

39 Taxable income. Subtract line 38 from line 37. If line 38 is more than line 37, enter -0-. ☐ 39

40 Tax. See page 30. Check if any tax from a ☐ Form(s) 8814 ☐ Form 4972 ☐ 40

41 Credit for the elderly or the disabled. Attach Schedule R. ☐ 41

42 Child tax credit (see page 31) ☐ 42

43 Education credits. Attach Form 8863 ☐ 43

44 Adoption credit. Attach Form 8839 ☐ 44

45 Foreign tax credit. Attach Form 1116 if required ☐ 45

46 Other. Check if from a ☐ Form 3800 ☐ Form 8336 ☐ 46

47 ☐ Form 8801 ☐ Form (Specify) ☐ 47

48 Add lines 41 through 47. These are your total credits ☐ 48

49 Subtract line 48 from line 40. If line 48 is more than line 40, enter -0-. ☐ 49

50 Self-employment tax. Attach Schedule SE ☐ 50

51 Alternative minimum tax. Attach Form 6251 ☐ 51

52 Social security and Medicare tax on up to income not reported to employer. Attach Form 4137 ☐ 52

53 Tax on IRAs, other retirement plans, and MSAs. Attach Form 5329 if required ☐ 53

54 Advance earned income credit payments from Form(s) W-2 ☐ 54

55 Household employment taxes. Attach Schedule H ☐ 55

56 Add lines 49 through 55. This is your total tax. ☐ 56

57 Federal income tax withheld from Forms W-2 and 1099 ☐ 57

58 1998 estimated tax payments and amount applied from 1997 return ☐ 58

59a Earned income credit. Attach Schedule EIC if you have a qualifying child b Nontaxable earned income. amount ☐ 59a

60 Additional child tax credit. Attach Form 8812 ☐ 60

61 Amount paid with Form 4868 (request for extension) ☐ 61

62 Excess social security and RRTA tax withheld (see page 43) if tax was withheld ☐ 62

63 Other payments. Check if from a ☐ Form 2439 b ☐ Form 4136 ☐ 63

64 Add lines 57, 58, 59a, and 60 through 63. These are your total payments ☐ 64

65 If line 64 is more than line 56, subtract line 56 from line 64. This is the amount you OVERPAID ☐ 65

66a Amount of line 65 you want REFUNDED TO YOU ☐ 66a

67 Have it deposited ☐ 67

68 See page 44 ☐ 68

69 See page 44 ☐ 69

69a See page 44 ☐ 69a

69b See page 44 ☐ 69b

69c See page 44 ☐ 69c

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Form 1040A  
Department of the Treasury—Internal Revenue Service  
1998  
U.S. Individual Income Tax Return

OMB No. 1545-0045

**Label** (See page 18.)

**Use the IRS label.** Otherwise, please print or type.

Your first name and initial Last name  
If a joint return, spouse's first name and initial Last name  
Name Address (number and street) If you have a P.O. box, see page 19  
City, town or post office, state, and ZIP code If you have a foreign address, see page 19

Your social security number  
Spouse's social security number

**▲ IMPORTANT! ▲**  
You must enter your SSN(s) above.

**Presidential Election Campaign Fund** (See page 19.) Yes ☐ No ☐  
Do you want \$3 to go to this fund?  
If a joint return, does your spouse want \$3 to go to this fund?

**Filing status**

1 ☐ Single  
2 ☐ Married filing joint return (even if only one had income)  
3 ☐ Married filing separate return. Enter spouse's social security number above and full name here. **▲**  
4 ☐ Head of household (with qualifying person). (See page 20.) If the qualifying person is a child but not your dependent, enter this child's name here. **▲**  
5 ☐ Qualifying widow(er) with dependent child (year spouse died **▲** 19 **▲** 20) (See page 21.)

**Exemptions**

6a ☐ Yourself. If your parent (or someone else) can claim you as a dependent on his or her tax return, do not check box 6a.  
b ☐ Spouse  
c **Dependents:** (1) First name Last name (2) Dependent's social security number (3) If qualified child for child tax credit (see page 22) (4) If qualified child for child tax credit (see page 22) (5) If lived with you (6) If did not live with you due to separation (see page 22) (7) If dependent on you (8) If dependent on someone else (9) If not entered above

**d Total number of exemptions claimed** ☐ **1** ☐ **2** ☐ **3** ☐ **4** ☐ **5** ☐ **6** ☐ **7** ☐ **8** ☐ **9** ☐ **10** ☐ **11** ☐ **12** ☐ **13** ☐ **14** ☐ **15** ☐ **16** ☐ **17** ☐ **18** ☐ **19** ☐ **20** ☐ **21** ☐ **22** ☐ **23** ☐ **24** ☐ **25** ☐ **26** ☐ **27** ☐ **28** ☐ **29** ☐ **30** ☐ **31** ☐ **32** ☐ **33** ☐ **34** ☐ **35** ☐ **36** ☐ **37** ☐ **38** ☐ **39** ☐ **40** ☐ **41** ☐ **42** ☐ **43** ☐ **44** ☐ **45** ☐ **46** ☐ **47** ☐ **48** ☐ **49** ☐ **50** ☐ **51** ☐ **52** ☐ **53** ☐ **54** ☐ **55** ☐ **56** ☐ **57** ☐ **58** ☐ **59** ☐ **60** ☐ **61** ☐ **62** ☐ **63** ☐ **64** ☐ **65** ☐ **66** ☐ **67** ☐ **68** ☐ **69** ☐ **70** ☐ **71** ☐ **72** ☐ **73** ☐ **74** ☐ **75** ☐ **76** ☐ **77** ☐ **78** ☐ **79** ☐ **80** ☐ **81** ☐ **82** ☐ **83** ☐ **84** ☐ **85** ☐ **86** ☐ **87** ☐ **88** ☐ **89** ☐ **90** ☐ **91** ☐ **92** ☐ **93** ☐ **94** ☐ **95** ☐ **96** ☐ **97** ☐ **98** ☐ **99** ☐ **100** ☐ **101** ☐ **102** ☐ **103** ☐ **104** ☐ **105** ☐ **106** ☐ 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Schedule 1 (Form 1040A)		Department of the Treasury—Internal Revenue Service		Child and Dependent Care Expenses for Form 1040A Filers		OMB No. 1545-0085	
Name(s) shown on Form 1040A		Your social security number		1998		Cat. No. 1207SR	
<b>Part I</b> Interest (See pages 24 and 56.)							
<b>Note:</b> If you received a Form 1099-DIV or substitute statement from a brokerage firm, enter the total here and on Form 1040A, line 5.							
1 List name of payer, if any interest is from a seller-financed mortgage and the buyer used the property as a personal residence, see page 56 and list this interest first. Also, show that buyer's social security number and address.				Amount			
				1			
				2			
				3			
				4			
<b>Part II</b> Ordinary dividends (See pages 24 and 56.)							
<b>Note:</b> If you received a Form 1099-DIV or substitute statement from a brokerage firm, enter the firm's name and the ordinary dividends shown on that form.							
5 List name of payer				Amount			
				5			
				6			
				7			
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1998 Schedule 2 Form 1040A page 2

**Part III****Dependent care benefits**

**10** Enter the total amount of dependent care benefits you received for 1998. This amount should be shown in box 10 of your W-2 form(s). DO NOT include amounts that were reported to you as wages in box 1 of Form(s) W-2.

10

**11** Enter the amount forfeited, if any. See page 59.

11

**12** Subtract line 11 from line 10.

12

**13** Enter the total amount of qualified expenses incurred in 1998 for the care of the qualifying person(s).

13

**14** Enter the smaller of line 12 or 13.

14

**15** Enter YOUR earned income.

15

**16** If married filing a joint return, enter YOUR SPOUSE'S earned income (if your spouse was a student or was disabled, see the instructions for line 5); if married filing a separate return, see the instructions for the amount to enter; all others, enter the amount from line 15.

16

**17** Enter the smallest of line 14, 15, or 16.

17

**18 Excluded benefits.** Enter here the smaller of the following:

- The amount from line 17, or
- \$5,000 (\$2,500 if married filing a separate return and you were required to enter your spouse's earned income on line 16).

18

**19 Taxable benefits.** Subtract line 18 from line 12. Also, include this amount on Form 1040A, line 7. In the space to the left of line 7, enter "DCB."

19

To claim the child and dependent care credit, complete lines 20-24 below.

**20** Enter \$2,400 (\$4,800 if two or more qualifying persons).

20

**21** Enter the amount from line 18.

21

**22** Subtract line 21 from line 20. If zero or less, **STOP.** You cannot take the credit. **Exception.** If you paid 1997 expenses in 1998, see the instructions for line 9.

22

**23** Complete line 2 on the front of this schedule. DO NOT include in column (c) any excluded benefits shown on line 18 above. Then, add the amounts in column (c) and enter the total here.

23

**24** Enter the smaller of line 22 or 23 here. Also, enter this amount on line 3 on the front of this schedule and complete lines 4-9.

24

**Schedule 3**  
**(Form 1040A)**

Department of the Treasury—Internal Revenue Service

**Credit for the Elderly or the Disabled**  
**for Form 1040A Filers**(99) **1998**

Name(s) shown on Form 1040A

OMB No 1545-0085

Your social security number

You may be able to take this credit and reduce your tax if by the end of 1998:

- You were age 65 or older, **OR**
- You were under age 65, you retired on permanent and total disability, and you received taxable disability income.

But you must also meet other tests. See the separate instructions for Schedule 3.

**TIP:** In most cases, the IRS can figure the credit for you. See the instructions.**Part I**  
**If your filing status is:** **And by the end of 1998:** **Check only one box:****Check the box for your filing status and age**

Single,  
Head of household, or  
Qualifying widow(er)  
with dependent child

**1** You were 65 or older . . . . . ☐ **1**

**2** You were under 65 and you retired on permanent and total disability . . . . . ☐ **2**

**3** Both spouses were 65 or older . . . . . ☐ **3**

**4** Both spouses were under 65, but only one spouse retired on permanent and total disability . . . . . ☐ **4**

**5** Both spouses were under 65, and both retired on permanent and total disability . . . . . ☐ **5**

**6** One spouse was 65 or older, and the other spouse was under 65 and retired on permanent and total disability . . . . . ☐ **6**

**7** One spouse was 65 or older, and the other spouse was under 65 and **NOT** retired on permanent and total disability . . . . . ☐ **7**

**8** You were 65 or older and you lived apart from your spouse for all of 1998 . . . . . ☐ **8**

**9** You were under 65, you retired on permanent and total disability, and you lived apart from your spouse for all of 1998 . . . . . ☐ **9**

Did you check box 1, 3, 7, or 8?

Yes ☐ No ☐ Skip Part II and complete Part III on the back.  
Complete Parts II and III.

**Part II**  
**Statement of permanent and total disability**

**IF:** **1** You filed a physician's statement for this disability for 1983 or an earlier year, or you filed a statement for tax years after 1983 and your physician signed line B on the statement, **AND**

**2** Due to your continued disabled condition, you were unable to engage in any substantial gainful activity in 1998, check this box ☐ **2**

Complete this part only if you checked box 2, 4, 5, 6, or 9 above.

• If you checked this box, you do not have to get another statement for 1998.  
• If you **did not** check this box, have your physician complete the statement on page 4 of the instructions. You **must** keep the statement for your records.





1998 Form 1040EZ page 2

**Use this form if**

- Your filing status is single or married filing jointly.
- You do not claim any dependents.
- You had only wages, salaries, tips, taxable scholarship or fellowship grants, unemployment compensation, or Alaska Permanent Fund dividends, and your taxable interest income was not over \$400. **But** if you earned tips, including allocated tips, that are not included in box 5 and box 7 of your W-2, you may not be able to use Form 1040EZ. See page 8.
- You did not receive any advance earned income credit payments.

If you are not sure about your filing status, see page 7. If you have questions about dependents, use TeleTax topic 354 (see page 17). If you cannot use this form, use TeleTax topic 352 (see page 17).

**Filling in your return**

Enter your (and your spouse's if married) social security number on the front. Because this form is read by a machine, please print your numbers inside the boxes like this:

9876543210

Do not type your numbers. Do not use dollar signs.

If you received a scholarship or fellowship grant or tax-exempt interest income, such as on municipal bonds, see the booklet before filling in the form. Also, see the booklet if you received a Form 1099-INT showing Federal income tax withheld or if Federal income tax was withheld from your unemployment compensation or Alaska Permanent Fund dividends.

**Remember,** you must report all wages, salaries, and tips even if you do not get a W-2 form from your employer. You must also report all your taxable interest income, including interest from banks, savings and loans, credit unions, etc., even if you do not get a Form 1099-INT.

**Worksheet for dependents who checked "yes" on line 5**

Use this worksheet to figure the amount to enter on line 5 if someone can claim you (or your spouse if married) as a dependent, even if that person chooses not to do so. To find out if someone can claim you as a dependent, use TeleTax topic 354 (see page 17).

A. Amount, if any, from line 1 on front	250.00	Enter total	A.	700.00
B. Minimum standard deduction			B.	
C. Enter the LARGER of line A or line B here			C.	
D. Maximum standard deduction. If single, enter 4,250.00; if married, enter 7,100.00			D.	
E. Enter the SMALLER of line C or line D here. This is your standard deduction			E.	
F. Exemption amount.			F.	
• If single, enter 0.				
• If married and—				
—both you and your spouse can be claimed as dependents, enter 0.				
—only one of you can be claimed as a dependent, enter 2,700.00				
G. Add lines E and F. Enter the total here and on line 5 on the front			G.	

If you checked "No" on line 5 because no one can claim you (or your spouse if married) as a dependent, enter on line 5 the amount shown below that applies to you.

- Single, enter 6,950.00. This is the total of your standard deduction (4,250.00) and your exemption (2,700.00).
- Married, enter 12,500.00. This is the total of your standard deduction (7,100.00), your exemption (2,700.00), and your spouse's exemption (2,700.00).

**Mailing return**

Mail your return by April 15, 1999. Use the envelope that came with your booklet. If you do not have that envelope, see page 28 for the address to use.

**Paid preparer's use only**

Under penalties of perjury, I declare that I have examined this return, and to the best of my knowledge and belief, it is true, correct, and accurately lists all amounts and sources of income received during the tax year. This declaration is based on all information of which I have any knowledge.

Preparer's signature	Date	Check if self-employed <input type="checkbox"/>	Preparer's SSN
Firm's name (if yours is self-employed) and address	EN	ZIP code	

See page 14

**SCHEDULES A&B (Form 1040)**

Department of the Treasury  
Internal Revenue Service (99)

**Schedule A—Itemized Deductions**

(Schedule B is on back)

▶ Attach to Form 1040. ▶ See instructions for Schedules A and B (Form 1040).

OMB No. 1545-0074

1998

Attachment Sequence No. 07

Your social security number

<b>Medical and Dental Expenses</b>	<b>1</b>	Caution: Do not include expenses reimbursed or paid by others.
1 Enter amount from Form 1040, line 34, <b>12</b>		
3 Multiply line 2 above by 7.5% (0.075)	<b>3</b>	
4 Subtract line 3 from line 1. If line 3 is more than line 1, enter -0-	<b>4</b>	
<b>Taxes You Paid</b>	<b>5</b>	
5 State and local income taxes		
6 Real estate taxes (see page A-2)	<b>6</b>	
7 Personal property taxes	<b>7</b>	
8 Other taxes. List type and amount ▶	<b>8</b>	
9 Add lines 5 through 8	<b>9</b>	
<b>Interest You Paid</b>	<b>10</b>	
10 Home mortgage interest and points reported to you on Form 1098		
11 Home mortgage interest not reported to you on Form 1098. If paid to the person from whom you bought the home, see page A-3 and show that person's name, identifying no., and address ▶	<b>11</b>	
12 Points not reported to you on Form 1098. See page A-3 for special rules.	<b>12</b>	
13 Investment interest. Attach Form 4952 if required. (See page A-3)	<b>13</b>	
14 Add lines 10 through 13	<b>14</b>	
<b>Gifts and Charity</b>	<b>15</b>	
15 Gifts by cash or check. If you made any gift of \$250 or more, see page A-4		
16 Other than by cash or check. If any gift of \$250 or more, see page A-4. You MUST attach Form 8283 if over \$500	<b>16</b>	
17 Carryover from prior year	<b>17</b>	
18 Add lines 15 through 17	<b>18</b>	
<b>Casualty and Theft Losses</b>	<b>19</b>	
19 Casualty or theft losses. Attach Form 4684. (See page A-5)		
<b>Job Expenses and Other Miscellaneous Deductions</b>	<b>20</b>	
20 Unreimbursed employee expenses—job travel, union dues, job education, etc. You MUST attach Form 2106 or 2106-EZ if required. (See page A-5) ▶		
21 Tax preparation fees	<b>21</b>	
22 Other expenses—investment, safe deposit box, etc. List type and amount ▶	<b>22</b>	
23 Add lines 20 through 22	<b>23</b>	
24 Enter amount from Form 1040, line 34, <b>24</b>	<b>24</b>	
25 Multiply line 24 above by 2% (0.02)	<b>25</b>	
26 Subtract line 25 from line 23. If line 25 is more than line 23, enter -0-	<b>26</b>	
27 Other—from list on page A-6. List type and amount ▶	<b>27</b>	
<b>Total Itemized Deductions</b>	<b>28</b>	
28 Is Form 1040, line 34, over \$124,500 (over \$62,250 if married filing separately)? NO. Your deduction is not limited. Add the amounts in the far right column for lines 4 through 27. Also, enter on Form 1040, line 36, the larger of this amount or your standard deduction. YES. Your deduction may be limited. See page A-6 for the amount to enter.	<b>28</b>	

For Paperwork Reduction Act Notice, see Form 1040 instructions. Cat. No. 11330X Schedule A (Form 1040) 1998

Schedules A-B (Form 1040) 1998  
 Name(s) shown on Form 1040 Do not enter name and social security number if shown on other side.

OMB No 1545-0074 Page 2  
 Your social security number

## Schedule B—Interest and Ordinary Dividends

Note: If you had over \$400 in taxable interest income, you must also complete Part III.

Part I Interest	Amount
1 List name of payer if any interest is from a seller-financed mortgage and the buyer used the property as a personal residence, see page B-1 and list this interest first. Also, show that buyer's social security number and address. (See pages 20 and B-1.)	
2 Add the amounts on line 1.	
3 Excludable interest on series EE U.S. savings bonds issued after 1989 from Form 8815, line 14. You MUST attach Form 8815 to Form 1040.	
4 Subtract line 3 from line 2. Enter the result here and on Form 1040, line 8a.	

Note: If you had over \$400 in ordinary dividends, you must also complete Part III.

Part II Ordinary Dividends	Amount
5 List name of payer. Include only ordinary dividends. Report any capital gain distributions on Schedule D, line 13.	
6 Add the amounts on line 5. Enter the total here and on Form 1040, line 9.	

Part III Foreign Accounts and Trusts	Yes	No
7a At any time during 1998, did you have an interest in or a signature or other authority over a financial account in a foreign country, such as a bank account, securities account, or other financial account? See page B-2 for exceptions and filing requirements for Form TO F 90-22.1.		
b If "Yes," enter the name of the foreign country.		
8 During 1998, did you receive a distribution from, or were you the grantor of, or transferor to, a foreign trust? If "Yes," you may have to file Form 3520. See page B-2.		

For Paperwork Reduction Act Notice, see Form 1040 instructions.

Schedule B (Form 1040) 1998

## SCHEDULE C (Form 1040)

Department of the Treasury  
 Internal Revenue Service (99)  
 Name of proprietor

## Profit or Loss From Business (Sole Proprietorship)

Partnerships, joint ventures, etc., must file Form 1065 or Form 1065-B.

Attach to Form 1040 or Form 1041. See Instructions for Schedule C (Form 1040).

OMB No 1545-0074

1998  
 Attachment  
 Sequence No. 09

Social security number (SSN)

A Principal business or profession, including product or service (see page C-1)	B Enter new code from pages C-8 & 9
C Business name. If no separate business name, leave blank.	D Employer ID number (EIN), if any
E Business address (including suite or room no.) City, town or post office, state, and ZIP code	

F Accounting method (1) <input type="checkbox"/> Cash (2) <input type="checkbox"/> Accrual (3) <input type="checkbox"/> Other (specify) <input type="checkbox"/>	
G Did you "materially participate" in the operation of this business during 1998? If "No," see page C-2 for limit on losses.	<input type="checkbox"/> Yes <input type="checkbox"/> No
H If you started or acquired this business during 1998, check here <input type="checkbox"/>	

### Part I Income

1 Gross receipts or sales. Caution: If this income was reported to you on Form W-2 and the "Statutory employee" box on that form was checked, see page C-3 and check here.	1
2 Returns and allowances	2
3 Subtract line 2 from line 1.	3
4 Cost of goods sold (from line 42 on page 2)	4
5 Gross profit. Subtract line 4 from line 3.	5
6 Other income, including Federal and state gasoline or fuel tax credit or refund (see page C-3).	6
7 Gross income. Add lines 5 and 6.	7

### Part II Expenses. Enter expenses for business use of your home only on line 30.

8 Advertising	19 Pension and profit-sharing plans
9 Bad debts from sales or services (see page C-3)	20 Rent or lease (see page C-9):
10 Car and truck expenses	a Vehicles, machinery, and equipment
11 Commissions and fees	b Other business property
12 Depreciation	21 Repairs and maintenance
13 Depreciation and section 179 expense deduction (not included in Part III)	22 Supplies (not included in Part III)
14 Employee benefit programs (other than on line 19)	23 Taxes and licenses
15 Insurance (other than health)	24 Travel, meals, and entertainment:
16 Interest:	a Travel
a Mortgage (paid to banks, etc.)	b Meals and entertainment
b Other	c Enter 50% of line 24b subject to limitations (see page C-6)
17 Legal and professional services	d Subtract line 24c from line 24b
18 Office expense	25 Utilities
26 Wages (less employment credits)	26
27 Other expenses (from line 48 on page 2)	27
28 Total expenses before expenses for business use of home. Add lines 8 through 27 in columns	28
29 Tentative profit (loss). Subtract line 28 from line 7.	29
30 Expenses for business use of your home. Attach Form 8829.	30
31 Net profit or (loss). Subtract line 30 from line 29.	31

If a loss, you MUST go on to line 32.

If you have a loss, check the box that describes your investment in this activity (see page C-6).

If a profit, enter on Form 1040, line 12, and ALSO on Schedule SE, line 2 (statutory employees, see page C-6). Estates and trusts, enter on Form 1041, line 3.

If you checked 32a, enter the loss on Form 1040, line 12, and ALSO on Schedule SE, line 2 (statutory employees, see page C-6). Estates and trusts, enter on Form 1041, line 3.

If you checked 32b, you MUST attach Form 6198.

For Paperwork Reduction Act Notice, see Form 1040 instructions.

Cat. No 11334P

Schedule C (Form 1040) 1998

**Part III Cost of Goods Sold** (see page C-7)

33	Methods used to value closing inventory	a	<input type="checkbox"/> Cost	b	<input type="checkbox"/> Lower of cost or market	c	<input type="checkbox"/> Other (attach explanation)
34	Was there any change in determining quantities, costs, or valuations between opening and closing inventory? If "Yes," attach explanation					<input type="checkbox"/> Yes	<input type="checkbox"/> No
35	Inventory at beginning of year. If different from last year's closing inventory, attach explanation						
36	Purchases less cost of items withdrawn for personal use						
37	Cost of labor. Do not include any amounts paid to yourself						
38	Materials and supplies						
39	Other costs						
40	Add lines 35 through 39						
41	Inventory at end of year						
42	Cost of goods sold. Subtract line 41 from line 40. Enter the result here and on page 1, line 4						

**Part IV Information on Your Vehicle.** Complete this part ONLY if you are claiming car or truck expenses on line 10 and are not required to file Form 4562 for this business. See the instructions for line 13 on page C-4 to find out if you must file.

43	When did you place your vehicle in service for business purposes? (month, day, year) ▶	...../...../.....
44	Of the total number of miles you drove your vehicle during 1998, enter the number of miles you used your vehicle for	
	a Business	.....
	b Commuting	.....
	c Other	.....
45	Do you (or your spouse) have another vehicle available for personal use?	<input type="checkbox"/> Yes <input type="checkbox"/> No
46	Was your vehicle available for use during off-duty hours?	<input type="checkbox"/> Yes <input type="checkbox"/> No
47a	Do you have evidence to support your deduction?	<input type="checkbox"/> Yes <input type="checkbox"/> No
	b If "Yes," is the evidence written?	<input type="checkbox"/> Yes <input type="checkbox"/> No

**Part V Other Expenses.** List below business expenses not included on lines 8-26 or line 30.

48	Total other expenses. Enter here and on page 1, line 27	48
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**SCHEDULE C-EZ (Form 1040)**Department of the Treasury  
Internal Revenue Service (99)

Name of proprietor

**Net Profit From Business (Sole Proprietorship)**Partnerships, joint ventures, etc., must file Form 1065 or 1065-B.  
Attach to Form 1040 or Form 1041. ▶ See instructions on back.

OMB No. 1545-0074

1998

Attachment to Form 1040  
Sequence No. 09A

Social security number (SSN)

**Part I General Information**

<b>You May Use Schedule C-EZ Instead of Schedule C Only if You:</b>	<b>And You:</b>
<ul style="list-style-type: none"> <li>Had business expenses of \$2,500 or less</li> <li>Use the cash method of accounting</li> <li>Did not have an inventory at any time during the year</li> <li>Did not have a net loss from your business</li> <li>Had only one business as a sole proprietor</li> </ul>	<ul style="list-style-type: none"> <li>Had no employees during the year.</li> <li>Are not required to file Form 4562, Depreciation and Amortization, for this business. See the instructions for Schedule C, line 13, on page C-4 to find out if you must file.</li> <li>Do not deduct expenses for business use of your home.</li> <li>Do not have prior year unallowed passive activity losses from this business.</li> </ul>

A	Principal business or profession, including product or service	B	Enter NEW code from pages C-8 & 9
C	Business name. If no separate business name, leave blank	D	Employer ID number (EIN), if any
E	Business address (including suite or room no.). Address not required if same as on Form 1040, page 1.		

City, town or post office, state, and ZIP code

**Part II Figure Your Net Profit**

1	Gross receipts. Caution: If this income was reported to you on Form W-2 and the "Statutory employee" box on that form was checked, see <b>Statutory Employees</b> in the instructions for Schedule C, line 1, on page C-3 and check here	<input type="checkbox"/>
2	Total expenses. If more than \$2,500, you must use Schedule C. See instructions.	
3	Net profit. Subtract line 2 from line 1. If less than zero, you must use Schedule C. Enter on Form 1040, line 12, and ALSO on Schedule SE, line 2. (Statutory employees do not report this amount on Schedule SE, line 2. Estates and trusts, enter on Form 1041, line 3.)	

**Part III Information on Your Vehicle.** Complete this part ONLY if you are claiming car or truck expenses on line 2.

4	When did you place your vehicle in service for business purposes? (month, day, year) ▶	...../...../.....
5	Of the total number of miles you drove your vehicle during 1998, enter the number of miles you used your vehicle for	
	a Business	.....
	b Commuting	.....
	c Other	.....
6	Do you (or your spouse) have another vehicle available for personal use?	<input type="checkbox"/> Yes <input type="checkbox"/> No
7	Was your vehicle available for use during off-duty hours?	<input type="checkbox"/> Yes <input type="checkbox"/> No
8a	Do you have evidence to support your deduction?	<input type="checkbox"/> Yes <input type="checkbox"/> No
	b If "Yes," is the evidence written?	<input type="checkbox"/> Yes <input type="checkbox"/> No

For Paperwork Reduction Act Notice, see Form 1040 instructions.

Cat. No. 14374D

Schedule C-EZ (Form 1040) 1998



# **SCHEDULE D** **(Form 1040)**

Department of the Treasury  
Internal Revenue Service (93)

Name(s) shown on Form 1040

## **Capital Gains and Losses**

► Attach to Form 1040. ► See Instructions for Schedule D (Form 1040).  
► Use Schedule D-1 for more space to list transactions for lines 1 and 8.

### **Part I Short-Term Capital Gains and Losses—Assets Held One Year or Less**

(a) Description of property (Example: 100 sh XYZ Co.)	(b) Date acquired (Mo., day, yr.)	(c) Date sold (Mo., day, yr.)	(d) Sales price (see page D-6)	(e) Cost or other basis (see page D-6)	(f) Gain or (loss) Subtract (e) from (d)
1					
2	Enter your short-term totals, if any, from Schedule D-1, line 2				
3	<b>Total short-term sales price amounts.</b> Add column (d) of lines 1 and 2				
4	Short-term gain from Form 6252 and short-term gain or (loss) from Forms 4684, 6781, and 8824				
5	Net short-term gain or (loss) from partnerships, S corporations, estates, and trusts from Schedule(s) K-1				
6	Short-term capital loss carryover. Enter the amount, if any, from line 8 of your 1997 Capital Loss Carryover Worksheet				
7	<b>Net short-term capital gain or (loss).</b> Combine lines 1 through 6 in column (f).				

### **Part II Long-Term Capital Gains and Losses—Assets Held More Than One Year**

(a) Description of property (Example: 100 sh XYZ Co.)	(b) Date acquired (Mo., day, yr.)	(c) Date sold (Mo., day, yr.)	(d) Sales price (see page D-6)	(e) Cost or other basis (see page D-6)	(f) Gain or (loss) Subtract (e) from (d)	(g) 28% RATE GAIN or (LOSS) (see page D-6)
8						
9	Enter your long-term totals, if any, from Schedule D-1, line 9					
10	<b>Total long-term sales price amounts.</b> Add column (d) of lines 8 and 9					
11	Gain from Form 4797, Part I; long-term gain from Forms 2439 and 6252; and long-term gain or (loss) from Forms 4684, 6781, and 8824					
12	Net long-term gain or (loss) from partnerships, S corporations, estates, and trusts from Schedule(s) K-1					
13	Capital gain distributions. See page D-2					
14	Long-term capital loss carryover. Enter in both columns (f) and (g) the amount, if any, from line 13 of your 1997 Capital Loss Carryover Worksheet					
15	Combine lines 8 through 14 in column (g)					
16	<b>Net long-term capital gain or (loss).</b> Combine lines 8 through 14 in column (f).					

Next: Go to Part III on the back.

\* 28% Rate Gain or Loss includes all "collectibles gains and losses" (as defined on page D-6) and up to 50% of the eligible gain on qualified small business stock (see page D-5).

For Paperwork Reduction Act Notice, see Form 1040 instructions.

Col. No. 113384

Schedule D (Form 1040) 1998

## **Part III Summary of Parts I and II**

17 Combine lines 7 and 16. If a loss, go to line 18. If a gain, enter the gain on Form 1040, line 13

Next: Complete Form 1040 through line 39. Then, go to Part IV to figure your tax if:

- Both lines 16 and 17 are gains, and
- Form 1040, line 39, is more than zero.

18 If line 17 is a loss, enter here and as a (loss) on Form 1040, line 13, the smaller of these losses:

- The loss on line 17; or
- (\$3,000) or, if married filing separately, (\$1,500).

Next: Complete Form 1040 through line 37. Then, complete the Capital Loss Carryover

- The loss on line 17 exceeds the loss on line 18, or
- Form 1040, line 37, is a loss.

## **Part IV Tax Computation Using Maximum Capital Gains Rates**

19	Enter your taxable income from Form 1040, line 39	19	
20	Enter the smaller of line 16 or line 17 of Schedule D	20	
21	If you are filing Form 4952, enter the amount from Form 4952, line 4e	21	
22	Subtract line 21 from line 20. If zero or less, enter -0-	22	
23	Combine lines 7 and 15. If zero or less, enter -0-	23	
24	Enter the smaller of line 15 or line 23, but not less than zero	24	
25	Enter your unrecaptured section 1250 gain, if any (see page D-7)	25	
26	Add lines 24 and 25	26	
27	Subtract line 26 from line 22. If zero or less, enter -0-	27	
28	Subtract line 27 from line 19. If zero or less, enter -0-	28	
29	Enter the smaller of:	29	
	• The amount on line 19; or		
	• \$25,350 if single; \$42,350 if married filing jointly or qualifying widow(er);		
	\$21,175 if married filing separately; or \$33,950 if head of household		
30	Enter the smaller of line 28 or line 29	30	
31	Subtract line 22 from line 19. If zero or less, enter -0-	31	
32	Enter the larger of line 30 or line 31	32	
33	Figure the tax on the amount on line 32. Use the Tax Table or Tax Rate Schedules, whichever applies	33	
34	Enter the amount from line 29	34	
35	Enter the amount from line 28	35	
36	Subtract line 35 from line 34. If zero or less, enter -0-	36	
37	Multiply line 36 by 10% (.10)	37	
38	Enter the smaller of line 19 or line 27	38	
39	Enter the amount from line 36	39	
40	Subtract line 39 from line 38	40	
41	Multiply line 40 by 20% (.20)	41	
42	Enter the smaller of line 22 or line 25	42	
43	Add lines 22 and 32	43	
44	Enter the amount from line 19	44	
45	Subtract line 44 from line 43. If zero or less, enter -0-	45	
46	Subtract line 45 from line 42. If zero or less, enter -0-	46	
47	Multiply line 46 by 25% (.25)	47	
48	Enter the amount from line 19	48	
49	Add lines 32, 36, 40, and 46	49	
50	Subtract line 49 from line 48	50	
51	Multiply line 50 by 28% (.28)	51	
52	Add lines 33, 37, 41, 47, and 51	52	
53	Figure the tax on the amount on line 19. Use the Tax Table or Tax Rate Schedules, whichever applies	53	
54	Tax on taxable income (including capital gains). Enter the smaller of line 52 or line 53 here and on Form 1040, line 40.	54	

## SCHEDULE E

Supplemental Income and Loss  
(Form 1040)Department of the Treasury  
Internal Revenue Service (98)

OMB No. 1545-0074

1998

Attachment  
Sequence No. 13  
Your social security number**Part I** Income or Loss From Rental Real Estate and Royalties **Note:** Report income and expenses from your business of renting personal property on Schedule C or C-EZ (see page E-1). Report farm rental income or loss from Form 4835 on page 2, line 39.

1 Show the kind and location of each rental real estate property:

	A	B	C	Totals (Add columns A, B, and C.)
3 Rents received				3
4 Royalties received				4

**Expenses:**

5 Advertising				
6 Auto and travel (see page E-2)				
7 Cleaning and maintenance				
8 Commissions				
9 Insurance				
10 Legal and other professional fees				
11 Management fees				
12 Mortgage interest paid to banks, etc. (see page E-2)				12
13 Other interest				
14 Repairs				
15 Supplies				
16 Taxes				
17 Utilities				
18 Other (list) ▶				
19				19
20				20
21				
22				
23				
24				24
25				25
26				26

20 Depreciation expense or depletion (see page E-3)

21 Total expenses. Add lines 19 and 20

22 Income or (loss) from rental real estate. Subtract line 21 from line 3 (rents) and line 4 (royalties). If the result is a (loss), see page E-3, and out if you must file Form 6198.

23 Deductible rental real estate loss. Caution: Your rental real estate loss on line 22 may be limited. See page E-3 to find out if you must file Form 8582. Real estate professionals must complete line 42 on page 2.

24 Income. Add positive amounts shown on line 22. Do not include any losses.

25 Losses. Add royalty losses from line 22 and rental real estate losses here.

26 Total rental real estate and royalty income or (loss). Combine lines 24 and 25. Enter the result here.

If Parts II, III, IV, and line 39 on page 2 do not apply to you, also enter this amount on Form 1040, line 17. Otherwise, include this amount in the total on line 40 on page 2.

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Schedule E (Form 1040) 1998

Names shown on return. Do not enter name and social security number if shown on other side.

Attachment Sequence No. 13

Page 2

Your social security number

**Note:** If you report amounts from farming or fishing on Schedule E, you must enter your gross income from those activities on line 41 below. Real estate professionals must complete line 42 below.**Part II** Income or Loss From Partnerships and S Corporations **Note:** If you report a loss from an at-risk activity, you must check either column (e) or (f) on line 27 to describe your investment in the activity. See page E-5. If you check column (f), you must attach Form 6198.

	(a) Name	(b) Enter P for partnership or S corporation	(c) Check if foreign partnership	(d) Employer identification number	(e) Investment at risk? (e) At risk (f) Some is at risk not at risk
27					
A					
B					
C					
D					
E					

**Part III** Income or Loss From Estates and Trusts

	(a) Passive loss allowed (attach Form 8582 if required)	(b) Passive income from Schedule K-1	(c) Nonpassive loss from Schedule K-1	(d) Section 179 expense deduction from Form 4582	(e) Nonpassive income from Schedule K-1
28a Totals					
29 Add columns (b) and (c) of line 28a					29
30 Add columns (d), (e), and (f) of line 28b					30
31 Total partnership and S corporation income or (loss). Combine lines 29 and 30. Enter the result here and include in the total on line 40 below					31

**Part IV** Income or Loss From Real Estate Mortgage Investment Conduits (REMICs)—Residual Holder

	(a) Name	(b) Employer identification number	(c) Excess inclusion from Schedules Q, line 2c (see page E-6)	(d) Taxable income (net loss) from Schedules Q, line 1b	(e) Income from Schedules Q, line 3b
37					
38					
39					39
40					40

**Part V** Summary

39 Net farm rental income or (loss) from Form 4835. Also, complete line 41 below.

40 TOTAL income or (loss). Combine lines 26, 31, 36, and 39. Enter the result here and on Form 1040, line 17.

41 Reconciliation of Farming and Fishing Income. Enter your gross farming and fishing income reported on Form 4835, line 7; Schedule K-1 (Form 1065), line 15b; Schedule K-1 (Form 1120S), line 23; and Schedule K-1 (Form 1041), line 14 (see page E-6).

42 Reconciliation for Real Estate Professionals. If you were a real estate professional (see page E-4), enter the net income or (loss) you reported anywhere on Form 1040 from all rental real estate activities in which you materially participated under the passive activity loss rules.

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OMB No. 1545-0074

1998

Attachment  
Sequence No. 13  
Your social security number**Part I** Income or Loss From Rental Real Estate and Royalties **Note:** Report income and expenses from your business of renting personal property on Schedule C or C-EZ (see page E-1). Report farm rental income or loss from Form 4835 on page 2, line 39.

2 For each rental real estate property listed on line 1, did you or your family use it during the tax year for personal purposes for more than the greater of:

	A	B	C	Totals (Add columns A, B, and C.)
3 Rents received				3
4 Royalties received				4

**Expenses:**

5 Advertising				
6 Auto and travel (see page E-2)				
7 Cleaning and maintenance				
8 Commissions				
9 Insurance				
10 Legal and other professional fees				
11 Management fees				
12 Mortgage interest paid to banks, etc. (see page E-2)				12
13 Other interest				
14 Repairs				
15 Supplies				
16 Taxes				
17 Utilities				
18 Other (list) ▶				
19				19
20				20
21				
22				
23				
24				24
25				25
26				26

20 Depreciation expense or depletion (see page E-3)

21 Total expenses. Add lines 19 and 20

22 Income or (loss) from rental real estate. Subtract line 21 from line 3 (rents) and line 4 (royalties). If the result is a (loss), see page E-3, and out if you must file Form 6198.

23 Deductible rental real estate loss. Caution: Your rental real estate loss on line 22 may be limited. See page E-3 to find out if you must file Form 8582. Real estate professionals must complete line 42 on page 2.

24 Income. Add positive amounts shown on line 22. Do not include any losses.

25 Losses. Add royalty losses from line 22 and rental real estate losses here.

26 Total rental real estate and royalty income or (loss). Combine lines 24 and 25. Enter the result here.

If Parts II, III, IV, and line 39 on page 2 do not apply to you, also enter this amount on Form 1040, line 17. Otherwise, include this amount in the total on line 40 on page 2.

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## SCHEDULE E

Supplemental Income and Loss  
(Form 1040)Department of the Treasury  
Internal Revenue Service (98)

OMB No. 1545-0074

1998

Attachment  
Sequence No. 13  
Your social security number**Part I** Income or Loss From Rental Real Estate and Royalties **Note:** Report income and expenses from your business of renting personal property on Schedule C or C-EZ (see page E-1). Report farm rental income or loss from Form 4835 on page 2, line 39.

2 For each rental real estate property listed on line 1, did you or your family use it during the tax year for personal purposes for more than the greater of:

	A	B	C	Totals (Add columns A, B, and C.)
3 Rents received				3
4 Royalties received				4

**Expenses:**

5 Advertising				
6 Auto and travel (see page E-2)				
7 Cleaning and maintenance				
8 Commissions				
9 Insurance				
10 Legal and other professional fees				
11 Management fees				
12 Mortgage interest paid to banks, etc. (see page E-2)				12
13 Other interest				
14 Repairs				
15 Supplies				
16 Taxes				
17 Utilities				
18 Other (list) ▶				
19				19
20				20
21				
22				
23				
24				24
25				25
26				26

20 Depreciation expense or depletion (see page E-3)

21 Total expenses. Add lines 19 and 20

22 Income or (loss) from rental real estate. Subtract line 21 from line 3 (rents) and line 4 (royalties). If the result is a (loss), see page E-3, and out if you must file Form 6198.

23 Deductible rental real estate loss. Caution: Your rental real estate loss on line 22 may be limited. See page E-3 to find out if you must file Form 8582. Real estate professionals must complete line 42 on page 2.

24 Income. Add positive amounts shown on line 22. Do not include any losses.

25 Losses. Add royalty losses from line 22 and rental real estate losses here.

26 Total rental real estate and royalty income or (loss). Combine lines 24 and 25. Enter the result here.

If Parts II, III, IV, and line 39 on page 2 do not apply to you, also enter this amount on Form 1040, line 17. Otherwise, include this amount in the total on line 40 on page 2.

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## SCHEDULE E

Supplemental Income and Loss  
(Form 1040)Department of the Treasury  
Internal Revenue Service (98)

OMB No. 1545-0074

1998

Attachment  
Sequence No. 13  
Your social security number**Part I** Income or Loss From Rental Real Estate and Royalties **Note:** Report income and expenses from your business of renting personal property on Schedule C or C-EZ (see page E-1). Report farm rental income or loss from Form 4835 on page 2, line 39.

2 For each rental real estate property listed on line 1, did you or your family use it during the tax year for personal purposes for more than the greater of:

	A	B	C	Totals (Add columns A, B, and C.)
3 Rents received				3
4 Royalties received				4

**Expenses:**

5 Advertising				
6 Auto and travel (see page E-2)				
7 Cleaning and maintenance				
8 Commissions				
9 Insurance				
10 Legal and other professional fees				
11 Management fees				
12 Mortgage interest paid to banks, etc. (see page E-2)				12
13 Other interest				
14 Repairs				
15 Supplies				
16 Taxes				
17 Utilities				
18 Other (list) ▶				
19				19
20				20
21				
22				
23				
24				24
25				25
26				26

20 Depreciation expense or depletion (see page E-3)

21 Total expenses. Add lines 19 and 20

22 Income or (loss) from rental real estate. Subtract line 21 from line 3 (rents) and line 4 (royalties). If the result is a (loss), see page E-3, and out if you must file Form 6198.

23 Deductible rental real estate loss. Caution: Your rental real estate loss on line 22 may be limited. See page E-3 to find out if you must file Form 8582. Real estate professionals must complete line 42 on page 2.

24 Income. Add positive amounts shown on line 22. Do not include any losses.

25 Losses. Add royalty losses from line 22 and rental real estate losses here.

26 Total rental real estate and royalty income or (loss). Combine lines 24 and 25. Enter the result here.

If Parts II, III, IV, and line 39 on page 2 do not apply to you, also enter this amount on Form 1040, line 17. Otherwise, include this amount in the total on line 40 on page 2.

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**SCHEDULE EIC**  
**(Form 1040A or 1040)**

 Department of the Treasury  
 Internal Revenue Service (99)

Name(s) shown on return

**Earned Income Credit**  
**(Qualifying Child Information)**

 ▶ Attach to Form 1040A or 1040.  
 ▶ See instructions on back.

OMB No. 1545-0074

 1998  
 Attachment  
 Sequence No. 43

Your social security number

**Before you begin . . .**

- See the instructions for Form 1040A, lines 37a and 37b, or Form 1040, lines 59a and 59b, to find out if you can take this credit.
- If you can take the credit, fill in the Earned Income Credit Worksheet in the Form 1040A or Form 1040 instructions to figure your credit. But if you want the IRS to figure it for you, see instructions on back. Then, you must complete and attach Schedule EIC only if you have a qualifying child (see boxes on back).

**Information About Your Qualifying Child or Children**

If you have more than two qualifying children, you only have to list two to get the maximum credit.

**Caution:** If you do not attach Schedule EIC and fill in all the lines that apply, it will take us longer to process your return and issue your refund.

	Child 1	Child 2
1 Child's name . . . . .	First name Last name	First name Last name
2 Child's year of birth . . . . .	19 — —	19 — —
3 If the child was born before 1980 AND—		
a was under age 24 at the end of 1998 and a student, check "Yes." OR . . . . .	<input type="checkbox"/> Yes	<input type="checkbox"/> Yes
b was permanently and totally disabled (see back), check "Yes" . . . . .	<input type="checkbox"/> Yes	<input type="checkbox"/> Yes
4 Enter the child's social security number . . . . .		
5 Child's relationship to you (for example, son, grandchild, etc.) . . . . .		
6 Number of months child lived with you in the United States in 1998 . . . . .	months	months

**TIP:** Do you want the earned income credit added to your take-home pay in 1999? To see if you qualify, get Form W-2 from your employer or by calling the IRS at 1-800-TAX-FORM (1-800-829-3676).

For Paperwork Reduction Act Notice, see Form 1040A or 1040 instructions.

Cat. No. 13333M

Schedule EIC (Form 1040A or 1040) 1998

**SCHEDULE F**  
**(Form 1040)**

 Department of the Treasury  
 Internal Revenue Service (99)

Name of proprietor

**Profit or Loss From Farming**

 ▶ Attach to Form 1040, Form 1041, Form 1065, or Form 1065-B.  
 ▶ See instructions for Schedule F (Form 1040).

OMB No. 1545-0074

 1998  
 Attachment  
 Sequence No. 14

Social security number (SSN)

A Principal product. Describe in one or two words your principal crop or activity for the current tax year.

 C Accounting method. (1) ☐ Cash (2) ☐ Accrual

 E Did you "materially participate" in the operation of this business during 1998? If "No," see page F-2 for limit on passive losses. ☐ Yes ☐ No

**Part I Farm Income—Cash Method. Complete Parts I and II (accrual method taxpayers complete Parts II and III, and line 11 of Part I). Do not include sales of livestock held for draft, breeding, sport, or dairy purposes; report those sales on Form 4797.**

1 Sales of livestock and other items you bought for resale . . . . .	1	2	3
2 Cost or other basis of livestock and other items reported on line 1 . . . . .			4
3 Subtract line 2 from line 1 . . . . .			5b
4 Sales of livestock, produce, grains, and other products you raised . . . . .			5b
5a Total cooperative distributions (Form 1099-PATR) . . . . .	5a		5b
6a Agri-cultural program payments (see page F-3) . . . . .	6a		5b
7 Commodity Credit Corporation (CCC) loans (see page F-3):			7a
a CCC loans repaid under election . . . . .	7b		7c
b CCC loans forfeited . . . . .	7b		7c
8 Crop insurance proceeds and certain disaster payments (see page F-3):			8b
a Amount received in 1998 . . . . .	8a		8d
c If election to defer to 1999 is attached, check here <input type="checkbox"/> . . . . .			8d
9 Custom hire (machine work) income . . . . .			9
10 Other income, including Federal and state gasoline or fuel tax credit or refund (see page F-3) . . . . .			10
11 Gross income. Add amounts in the right column for lines 3 through 10. If accrual method taxpayer, enter the amount from page 2, line 51 . . . . .			11

**Part II Farm Expenses—Cash and Accrual Method. Do not include personal or living expenses such as taxes, insurance, repairs, etc., on your home.**

12 Car and truck expenses (see page F-4—also attach Form 4562) . . . . .	12	25 Pension and profit-sharing plans . . . . .	25
13 Chemicals . . . . .	13	26 Rent or lease (see page F-6):	26
14 Conservation expenses (see page F-4) . . . . .	14	a Vehicles, machinery, and equipment . . . . .	26a
15 Custom hire (machine work) . . . . .	15	b Other (land, animals, etc.) . . . . .	26b
16 Depreciation and section 179 expense deduction not claimed elsewhere (see page F-5) . . . . .	16	27 Repairs and maintenance . . . . .	27
17 Employee benefit programs other than on line 25 . . . . .	17	28 Seeds and plants purchased . . . . .	28
18 Feed purchased . . . . .	18	29 Storage and warehousing . . . . .	29
19 Fertilizers and lime . . . . .	19	30 Supplies purchased . . . . .	30
20 Freight and trucking . . . . .	20	31 Taxes . . . . .	31
21 Gasoline, fuel, and oil . . . . .	21	32 Utilities . . . . .	32
22 Insurance (other than health) . . . . .	22	33 Veterinary, breeding, and medicine . . . . .	33
23 Interest:		34 Other expenses (specify):	34
a Mortgage (paid to banks, etc.) . . . . .	23a	a . . . . .	34a
b Other . . . . .	23b	b . . . . .	34b
24 Labor hired (less employment credits) . . . . .	24	c . . . . .	34c
		d . . . . .	34d
		e . . . . .	34e
		f . . . . .	34f
35 Total expenses. Add lines 12 through 34f . . . . .			35
36 Net farm profit or (loss). Subtract line 35 from line 11. If a profit, enter on Form 1040, line 18, and ALSO on Schedule SE, line 1. If a loss, you MUST go on to line 37 (estates, trusts, and partnerships, see page F-6). . . . .			36
37 If you have a loss, you MUST check the box that describes your investment in this activity (see page F-6):			37a
• If you checked 37a, enter the loss on Form 1040, line 18, and ALSO on Schedule SE, line 1.			37b
• If you checked 37b, you MUST attach Form 6198.			37c

For Paperwork Reduction Act Notice, see Form 1040 instructions.

Cat. No. 11346H

Schedule F (Form 1040) 1998



**Part III Farm Income—Accrual Method** (see page F-7)

Do not include sales of livestock held for draft, breeding, sport, or dairy purposes; report these sales on Form 4797 and do not include this livestock on line 46 below.

38	Sales of livestock, produce, grains, and other products during the year.	38	
39a	Total cooperative distributions (Form 1099-PATR)	39b	Taxable amount
40a	Agricultural program payments.	40b	Taxable amount
41	Commodity Credit Corporation (CCC) loans:	41a	
a	CCC loans reported under election	41c	Taxable amount
b	CCC loans forfeited	41b	
42	Crop insurance proceeds	42	
43	Custom hire (machine work) income	43	
44	Other income, including Federal and state gasoline or fuel tax credit or refund	44	
45	Add amounts in the right column for lines 38 through 44	45	
46	Inventory of livestock, produce, grains, and other products at beginning of the year.	46	
47	Cost of livestock, produce, grains, and other products purchased during the year.	47	
48	Add lines 46 and 47	48	
49	Inventory of livestock, produce, grains, and other products at end of year	49	
50	Cost of livestock, produce, grains, and other products sold. Subtract line 49 from line 48.	50	
51	Gross income. Subtract line 50 from line 45. Enter the result here and on page 1, line 11. If you use the unit-livestock-price method or the farm-price method of valuing inventory and the amount on line 49 is larger than the amount on line 48, subtract line 48 from line 49. Enter the result on line 50. Add lines 45 and 50. Enter the total on line 51.	51	

**Part IV Principal Agricultural Activity Codes**

Caution: File Schedule C (Form 1040), Profit or Loss From Business, or Schedule C-EZ (Form 1040), Net Profit From Business, instead of Schedule F if:

- Your principal source of income is from providing agricultural services such as soil preparation, veterinary, farm labor, horticultural, or management for a fee or on a contract basis, or
- You are engaged in the business of breeding, raising, and caring for dogs, cats, or other pet animals

These new codes for the Principal Agricultural Activity classify farms by the type of activity they are engaged in to facilitate the administration of the Internal Revenue Code. These six-digit codes are based on the new North American Industry Classification System (NAICS) and do not resemble prior year codes.

Select one of the following new codes and enter the six-digit number on page 1, line B.

**Crop Production**

- 11100 Oilseed and grain farming
- 11120 Vegetable and melon farming
- 11130 Fruit and tree nut farming

**Animal Production**

- 11211 Beef cattle ranching and farming
- 11212 Cattle feedlots
- 11210 Dairy cattle and milk production
- 11220 Hog and pig farming
- 11230 Poultry and egg production
- 11240 Sheep and goat farming
- 11250 Animal aquaculture
- 11290 Other animal production

**Forestry and Logging**

- 11300 Forestry and logging (including forest nurseries and timber tracts)

**SCHEDULE H (Form 1040)**Department of the Treasury  
Internal Revenue Service (98)

Name of employer

**Household Employment Taxes**

(For Social Security, Medicare, Withheld Income, and Federal Unemployment (FUTA) Taxes)

▶ Attach to Form 1040, 1040NR, 1040NR-EZ, 1040-SS, or 1041.

▶ See separate instructions.

OMB No 1545-0074

1998

Attachment

Sequence No. 44

Social security number

Employer identification number

**Caution:** The \$1,100 per year test applies only to line A. The \$1,000 per quarter test applies only to line C and line 9.**A** Did you pay **any** one household employee cash wages of \$1,100 or more in 1998? (If any household employee was your spouse, your child under age 21, your parent, or anyone under age 18, see the line A instructions on page 3 before you answer this question.)

- ☐ Yes. Skip lines B and C and go to line 1.  
☐ No. Go to line B.

**B** Did you withhold Federal income tax during 1998 for any household employee?

- ☐ Yes. Skip line C and go to line 5.  
☐ No. Go to line C.

**C** Did you pay **total** cash wages of \$1,000 or more in **any** calendar quarter of 1997 or 1998 to household employees? (Do not count cash wages paid in 1997 or 1998 to your spouse, your child under age 21, or your parent.)

- ☐ No. Stop. Do not file this schedule.  
☐ Yes. Skip lines 1-9 and go to line 10 on the back.

**Part I Social Security, Medicare, and Income Taxes**

1	Total cash wages subject to social security taxes (see page 3)	1	
2	Social security taxes. Multiply line 1 by 12.4% (.124)	2	
3	Total cash wages subject to Medicare taxes (see page 3)	3	
4	Medicare taxes. Multiply line 3 by 2.9% (.029)	4	
5	Federal income tax withheld, if any	5	
6	Add lines 2, 4, and 5	6	
7	Advance earned income credit (EIC) payments, if any	7	
8	Total social security, Medicare, and income taxes. Subtract line 7 from line 6	8	

**9** Did you pay **total** cash wages of \$1,000 or more in **any** calendar quarter of 1997 or 1998 to household employees? (Do not count cash wages paid in 1997 or 1998 to your spouse, your child under age 21, or your parent.)

- ☐ No. Stop. Enter the amount from line 8 above on Form 1040, line 55. If you are not required to file Form 1040, see the line 9 instructions on page 4.

- ☐ Yes. Go to line 10 on the back.

For Paperwork Reduction Act Notice, see Form 1040 instructions.

Cat No 12187K

Schedule H (Form 1040) 1998

**Part III Federal Unemployment (FUTA) Tax**

- 10 Did you pay unemployment contributions to only one state? ☐ Yes ☐ No
- 11 Did you pay all state unemployment contributions for 1998 by April 15, 1999? Fiscal year filers, see page 4
- 12 Were all wages that are taxable for FUTA tax also taxable for your state's unemployment tax?

Next: If you checked the "Yes" box on all the lines above, complete Section A.

If you checked the "No" box on any of the lines above, skip Section A and complete Section B.

**Section A**

13	Name of the state where you paid unemployment contributions	10	
14	State reporting number as shown on state unemployment tax return	11	
15	Contributions paid to your state unemployment fund (see page 4)	15	12
16	Total cash wages subject to FUTA tax (see page 4)	16	
17	FUTA tax. Multiply line 16 by .008. Enter the result here, skip Section B, and go to line 26.	17	

**Section B**

18 Complete all columns below that apply (if you need more space, see page 4):

(a) Name of state	(b) State reporting number	(c) Taxable wages (as defined in state act)	(d) State experience rate period	(e) State experience rate	(f) Multiply col. (c) by .054	(g) Multiply col. (f) by col. (e)	(h) Subtract col. (g) from col. (f). If zero or less, enter -0-	(i) Contribution paid to state unemployment fund
19	Totals				20	19		
20	Add columns (h) and (i) of line 19							
21	Total cash wages subject to FUTA tax (see the line 16 instructions on page 4)					21		
22	Multiply line 21 by 6.2% (.062)					22		
23	Multiply line 21 by 5.4% (.054)				23			
24	Enter the smaller of line 20 or line 23					24		
25	FUTA tax. Subtract line 24 from line 22. Enter the result here and go to line 26.					25		

**Part III Total Household Employment Taxes**

26	Enter the amount from line 8	26	
27	Add line 17 (or line 25) and line 26	27	
28	Are you required to file Form 1040?		
	<input type="checkbox"/> Yes. Stop. Enter the amount from line 27 above on Form 1040, line 55. Do not complete Part IV below.		
	<input type="checkbox"/> No. You may have to complete Part IV. See page 4 for details.		

**Part IV Address and Signature—Complete this part only if required. See the line 28 instructions on page 4.**

Address (number and street) or P.O. box if mail is not delivered to street address

City, town or post office, state, and ZIP code

Under penalties of perjury, I declare that I have examined this schedule, including accompanying statements, and to the best of my knowledge and belief, it is true, correct, and complete. No part of any payment made to a state unemployment fund claimed as a credit was, or is to be, deducted from the payments to employees.

Employer's signature

Date

**Schedule R (Form 1040)**

Department of the Treasury  
Internal Revenue Service

**Credit for the Elderly or the Disabled**

▶ Attach to Form 1040. ▶ See separate instructions for Schedule R.

OMB No. 1545-0074

1998

Attachment Sequence No. 16

Your social security number

You may be able to take this credit and reduce your tax if by the end of 1998:

- You were age 65 or older, OR
- You were under age 65, you retired on permanent and total disability, and you received taxable disability income.

But you must also meet other tests. See the separate instructions for Schedule R.

TIP: In most cases, the IRS can figure the credit for you. See the instructions.

**Part I Check the Box for Your Filing Status and Age**

If your filing status is: And by the end of 1998: Check only one box:

- Single,
- Head of household, or Qualifying widow(er) with dependent child
- 1 You were 65 or older ☐ 1
- 2 You were under 65 and you retired on permanent and total disability ☐ 2

- 3 Both spouses were 65 or older ☐ 3

- 4 Both spouses were under 65, but only one spouse retired on permanent and total disability ☐ 4

- 5 Both spouses were under 65, and both retired on permanent and total disability ☐ 5

- 6 One spouse was 65 or older, and the other spouse was under 65 and retired on permanent and total disability ☐ 6

- 7 One spouse was 65 or older, and the other spouse was under 65 and NOT retired on permanent and total disability ☐ 7

- 8 You were 65 or older and you lived apart from your spouse for all of 1998 ☐ 8

- 9 You were under 65, you retired on permanent and total disability, and you lived apart from your spouse for all of 1998 ☐ 9

Did you check box 1, 3, 7, or 8? ☐ Yes ☐ No

▶ Skip Part II and complete Part III on back.

▶ Complete Parts II and III.

**Part II Statement of Permanent and Total Disability (Complete only if you checked box 2, 4, 5, 6, or 9 above.)**

IF: 1 You filed a physician's statement for this disability for 1983 or an earlier year, or you filed a statement for tax years after 1983 and your physician signed line B on the statement, AND

- 2 Due to your continued disabled condition, you were unable to engage in any substantial gainful activity in 1998, check this box ☐

• If you checked this box, you do not have to get another statement for 1998.

• If you did not check this box, have your physician complete the statement on page 4 of the instructions. You must keep the statement for your records.

For Paperwork Reduction Act Notice, see Form 1040 instructions.

Cat. No. 11359K

Schedule R (Form 1040) 1998

**Part III** Figure Your Credit

10	If you checked (in Part I): Box 1, 2, 4, or 7 ..... \$5,000 Box 3, 5, or 6 ..... \$7,500 Box 8 or 9 ..... \$3,750	Enter: .....	10
11	Did you check box 2, 4, 5, 6, or 9 in Part I? Yes ..... No ..... You must complete line 11. Enter the amount from line 10 on line 12 and go to line 13.	.....	11
12	If you checked: • Box 6 in Part I, add \$5,000 to the taxable disability income of the spouse who was under age 65. Enter the total. • Box 2, 4, or 9 in Part I, enter your taxable disability income. • Box 5 in Part I, add your taxable disability income to your spouse's taxable disability income. Enter the total. TIP: For more details on what to include on line 11, see the instructions.	.....	12
13	Enter the following pensions, annuities, or disability income that you (and your spouse if filing a joint return) received in 1998: a Nontaxable part of social security benefits, and Nontaxable part of railroad retirement benefits treated as social security. See instructions. b Nontaxable veterans' pensions, and Any other pension, annuity, or disability benefit that is excluded from income under any other provision of law. See instructions. c Add lines 13a and 13b. (Even though these income items are not taxable, they must be included here to figure your credit.) If you did not receive any of the types of nontaxable income listed on line 13a or 13b, enter -0- on line 13c.	13a ..... 13b ..... 13c .....	13
14	Enter the amount from Form 1040, line 34	14	14
15	If you checked (in Part I): Box 1 or 2 ..... \$7,500 Box 3, 4, 5, 6, or 7 ..... \$10,000 Box 8 or 9 ..... \$5,000	Enter: .....	15
16	Subtract line 15 from line 14. If zero or less, enter -0-.	16	16
17	Enter one-half of line 16	17	17
18	Add lines 13c and 17	18	18
19	Subtract line 18 from line 12. If zero or less, stop; you cannot take the credit. Otherwise, go to line 20	19	19
20	Multiply line 19 by 15% (.15). Enter the result here and on Form 1040, line 42. <b>Caution:</b> If this amount is more than the amount on Form 1040, line 40, or you file Form 2441, your credit may be limited. See the instructions for line 20 for the amount of credit you can claim.	20	20

**SCHEDULE SE**  
**(Form 1040)**

OMB No. 1545-0074

**1998**  
Attachment  
Sequence No. **17****Self-Employment Tax**

▶ See instructions for Schedule SE (Form 1040).

Department of the Treasury  
Internal Revenue Service

Name of person with self-employment income (as shown on Form 1040) Social security number of person with self-employment income ▶

**Who Must File Schedule SE**

You must file Schedule SE if:

- You had net earnings from self-employment from other than church employee income (line 4 of Short Schedule SE or line 4c of Long Schedule SE) of \$400 or more, **OR**
- You had church employee income of \$108.28 or more, income from services you performed as a minister or a member of a religious order is not church employee income. See page SE-1.

**Note:** Even if you had a loss or a small amount of income from self-employment, it may be to your benefit to file Schedule SE and use either "optional method" in Part II of Long Schedule SE. See page SE-3.

**Exception.** If your only self-employment income was from earnings as a minister, member of a religious order, or Christian Science practitioner and you filed Form 4361 and received IRS approval not to be taxed on those earnings, **do not** file Schedule SE. Instead, write "Exempt-Form 4361" on Form 1040, line 50.

**May I Use Short Schedule SE or MUST I Use Long Schedule SE?**

<p><b>NO</b></p> <p>Are you a minister, member of a religious order, or Christian Science practitioner who received IRS approval not to be taxed on those earnings? <b>Do you owe self-employment tax on other earnings?</b></p> <p><b>NO</b></p> <p>Are you using one of the optional methods to figure your net earnings (see page SE-3)?</p> <p><b>NO</b></p> <p>Did you receive church employee income reported on Form W-2 of \$108.28 or more?</p> <p><b>NO</b></p> <p><b>YOU MAY USE SHORT SCHEDULE SE BELOW</b></p>	<p><b>YES</b></p> <p>Did you receive wages or tips in 1998?</p> <p><b>NO</b></p> <p>Did you receive tips subject to social security or Medicare tax that you did not report to your employer?</p> <p><b>NO</b></p> <p><b>YOU MUST USE LONG SCHEDULE SE ON THE BACK</b></p>	<p><b>YES</b></p> <p>Was the total of your wages and tips subject to social security or railroad retirement tax plus your net earnings from self-employment more than \$68,400?</p> <p><b>YES</b></p> <p><b>YOU MUST USE LONG SCHEDULE SE ON THE BACK</b></p>
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**Section A—Short Schedule SE. Caution: Read above to see if you can use Short Schedule SE.**

1	Net farm profit or (loss) from Schedule F, line 36, and farm partnerships, Schedule K-1 (Form 1065), line 15a	1
2	Net profit or (loss) from Schedule C, line 31; Schedule C-EZ, line 3; Schedule K-1 (Form 1065), line 15a (other than farming); and Schedule K-1 (Form 1065-B), box 9. Ministers and members of religious orders, see page SE-1 for amounts to report on this line. See page SE-2 for other income to report	2
3	Combine lines 1 and 2	3
4	Net earnings from self-employment. Multiply line 3 by 92.35% (.9235). If less than \$400, do not file this schedule; you do not owe self-employment tax	4
5	Self-employment tax. If the amount on line 4 is: • \$88,400 or less, multiply line 4 by 15.3% (.153). Enter the result here and on Form 1040, line 50. • More than \$88,400, multiply line 4 by 2.9% (.029). Then, add \$8,481.60 to the result. Enter the total here and on Form 1040, line 50.	5
6	Deduction for one-half of self-employment tax. Multiply line 5 by 50% (.5). Enter the result here and on Form 1040, line 27	6

For Paperwork Reduction Act Notice, see Form 1040 instructions.

Cat No 113582

Schedule SE (Form 1040) 1998



Name of person with self-employment income (as shown on Form 1040) Social security number of person with self-employment income ▶

## Section B—Long Schedule SE

## Part I Self-Employment Tax

**Note:** If your only income subject to self-employment tax is church employee income, skip lines 1 through 4b. Enter -0- on line 4c and go to line 5a. Income from services you performed as a minister or a member of a religious order is not church employee income. See page SE-1.

**A** If you are a minister, member of a religious order, or Christian Science practitioner and you filed Form 4361, but you had \$400 or more of other net earnings from self-employment, check here and continue with Part I. ☐

- 1** Net farm profit or (loss) from Schedule F, line 36, and farm partnerships, Schedule K-1 (Form 1065), line 15a. **Note:** Skip this line if you use the farm optional method. See page SE-4.
- 2** Net profit or (loss) from Schedule C, line 31; Schedule C-EZ, line 3; Schedule K-1 (Form 1065), line 15a (other than farming); and Schedule K-1 (Form 1065-B), box 9. Ministers and members of religious orders, see page SE-1 for amounts to report on this line. See page SE-2 for other income to report. **Note:** Skip this line if you use the nonfarm optional method. See page SE-4.
- 3** Combine lines 1 and 2.
- 4a** If line 3 is more than zero, multiply line 3 by 92.35% (9235). Otherwise, enter amount from line 3.
- 4b** If you elected one or both of the optional methods, enter the total of lines 15 and 17 here.
- 4c** Combine lines 4a and 4b. If less than \$400, do not file this schedule; you do not owe self-employment tax. **Exception:** If less than \$400 and you had church employee income, enter -0- and continue ▶.
- 5a** Enter your church employee income from Form W-2. **Caution:** See page SE-1 for definition of church employee income.
- 5b** Multiply line 5a by 92.35% (9235). If less than \$100, enter -0-.
- 6** Net earnings from self-employment. Add lines 4c and 5b.
- 7** Maximum amount of combined wages and self-employment earnings subject to social security tax or the 6.2% portion of the 7.65% railroad retirement (tier 1) tax for 1998.

- 8a** Total social security wages and tips (total of boxes 3 and 7 on Form(s) W-2) and railroad retirement (tier 1) compensation.
- 8b** Unreported tips subject to social security tax (from Form 4137, line 9).
- 9** Add lines 8a and 8b.
- 10** Subtract line 8c from line 7. If zero or less, enter -0- here and on line 10 and go to line 11.
- 11** Multiply the smaller of line 6 or line 9 by 12.4% (124).
- 12** Multiply line 6 by 2.9% (029).

- 13** Self-employment tax. Add lines 10 and 11. Enter here and on Form 1040, line 50.
- 14** Deduction for one-half of self-employment tax. Multiply line 12 by 50% (50). Enter the result here and on Form 1040, line 27.

## Part II Optional Methods To Figure Net Earnings (See page SE-3.)

- Farm Optional Method.** You may use this method only if:
- Your gross farm income<sup>1</sup> was more than \$2,400, or
  - Your gross farm income<sup>1</sup> was more than \$2,400 and your net farm profits<sup>2</sup> were less than \$1,733.
- 14** Maximum income for optional methods.
  - 15** Enter the smaller of: two-thirds (⅔) of gross farm income<sup>1</sup> (not less than zero) or \$1,600. Also, include this amount on line 4b above.
  - 16** Your net nonfarm profits<sup>3</sup> were less than \$1,733 and also less than 72.189% of your gross nonfarm income, and
  - You had net earnings from self-employment of at least \$400 in 2 of the prior 3 years.

**Caution:** You may use this method no more than five times.

    - 17** Enter the smaller of: two-thirds (⅔) of gross nonfarm income<sup>1</sup> (not less than zero) or the amount on line 15. Also, include this amount on line 4b above.

<sup>1</sup>From Sch. F, line 11, and Sch. K-1 (Form 1065), line 15b. <sup>2</sup>From Sch. C, line 31; Sch. C-EZ, line 3; Sch. K-1 (Form 1065), line 15a, and Sch. K-1 (Form 1065-B), box 9. <sup>3</sup>From Sch. F, line 36, and Sch. K-1 (Form 1065), line 15a.

## Form 2106

Department of the Treasury  
Internal Revenue Service (98)

## Employee Business Expenses

▶ See separate instructions.

▶ Attach to Form 1040.

OMB No. 1545-0139

1998

Attachment  
Sequence No. 54

Your name Social security number Occupation in which you incurred expenses

## Part I Employee Business Expenses and Reimbursements

## STEP 1 Enter Your Expenses

	Column A Other Than Meals and Entertainment	Column B Meals and Entertainment
<b>1</b> Vehicle expense from line 22 or line 29 (Rural mail carriers: See instructions).	1	
<b>2</b> Parking fees, tolls, and transportation, including train, bus, etc., that did not involve overnight travel or commuting to and from work.	2	
<b>3</b> Travel expense while away from home overnight, including lodging, airplane, car rental, etc. Do not include meals and entertainment.	3	
<b>4</b> Business expenses not included on lines 1 through 3. Do not include meals and entertainment.	4	
<b>5</b> Meals and entertainment expenses (see instructions).	5	
<b>6</b> Total expenses. In Column A, add lines 1 through 4 and enter the result. In Column B, enter the amount from line 5.	6	

**Note:** If you were not reimbursed for any expenses in Step 1, skip line 7 and enter the amount from line 6 on line 8.

## STEP 2 Enter Reimbursements Received From Your Employer for Expenses Listed in STEP 1

<b>7</b> Enter reimbursements received from your employer that were not reported to you in box 1 of Form W-2. Include any reimbursements reported under code "L" in box 13 of your Form W-2 (see instructions).	7	
---	---	--

## STEP 3 Figure Expenses To Deduct on Schedule A (Form 1040)

<b>8</b> Subtract line 7 from line 6.	8	
<b>Note:</b> If both columns of line 8 are zero, stop here. If Column A is less than zero, report the amount as income on Form 1040, line 7.		
<b>9</b> In Column A, enter the amount from line 8. In Column B, multiply the amount on line 8 by 50% (50). If either column is zero or less, enter -0- in that column. (Employees subject to Department of Transportation (DOT) hours of service limits: Multiply meal expenses by 55% (55) instead of 50%. For more details, see instructions.)	9	

- 10** Add the amounts on line 9 of both columns and enter the total here. Also, enter the total on Schedule A (Form 1040), line 20. (Fee-basis state or local government officials, qualified performing artists, and individuals with disabilities: See the instructions for Special rules on where to enter the total.)

For Paperwork Reduction Act Notice, see instructions.

Cat No 11700N

Form 2106 (1998)

Form **2441** **Child and Dependent Care Expenses**  
 Department of the Treasury  
 Internal Revenue Service (998)  
 Name(s) shown on Form 1040

OMB No. 1545-0068  
**1998**  
 Attachment  
 Sequence No. **21**  
 Your social security number

► Attach to Form 1040.  
 ► See separate instructions.

Before you begin, you need to understand the following terms. See Definitions on page 1 of the instructions.

- Dependent Care Benefits
- Qualifying Person(s)
- Qualified Expenses
- Earned Income

**Part I** Persons or Organizations Who Provided the Care—You must complete this part.  
 (If you need more space, use the bottom of page 2.)

1	(a) Care provider's name	(b) Address (number, street, apt. no., city, state, and ZIP code)	(c) Identifying number (SSN or EIN)	(d) Amount paid (see instructions)

Did you receive dependent care benefits? ☐ No ☐ Yes

Complete only Part II below. ☐ Complete Part III on the back next

Caution: If the care was provided in your home, you may owe employment taxes. See the instructions for Form 1040, line 55.

**Part II** Credit for Child and Dependent Care Expenses

Information about your qualifying person(s). If you have more than two qualifying persons, see the instructions.

(a) Qualifying person's name	(b) Qualifying person's social security number	(c) Qualified expenses you incurred on the person listed in column (a)
First Last		

3 Add the amounts in column (c) of line 2. DO NOT enter more than \$2,400 for one qualifying person or \$4,800 for two or more persons. If you completed Part III, enter the amount from line 24

4 Enter YOUR earned income

5 If married filing a joint return, enter YOUR SPOUSE'S earned income (if your spouse was a student or was disabled, see the instructions); all others, enter the amount from line 4

6 Enter the smallest of line 3, 4, or 5

7 Enter the amount from Form 1040, line 34

8 Enter on line 8 the decimal amount shown below that applies to the amount on line 7

If line 7 is—		If line 7 is—	
Over	But not over	Over	But not over
\$0—10,000	30	\$20,000—22,000	24
10,000—12,000	29	22,000—24,000	23
12,000—14,000	28	24,000—26,000	22
14,000—16,000	27	26,000—28,000	21
16,000—18,000	26	28,000—No limit	20
18,000—20,000	25		

9 Multiply line 6 by the decimal amount on line 8. Enter the result. Then, see the instructions for the amount of credit to enter on Form 1040, line 41

For Paperwork Reduction Act Notice, see page 3 of the instructions. Cat. No. 11862M Form **2441** (998)

**Part II** Vehicle Expenses (See instructions to find out which sections to complete.)

Section A—General Information		(a) Vehicle 1	(b) Vehicle 2
11	Enter the date vehicle was placed in service	11 / /	11 / /
12	Total miles vehicle was driven during 1998	12 miles	12 miles
13	Business miles included on line 12	13 miles	13 miles
14	Percent of business use. Divide line 13 by line 12	14 %	14 %
15	Average daily round trip commuting distance	15 miles	15 miles
16	Other miles. Add lines 13 and 16 and subtract the total from line 12	16 miles	16 miles
17	Do you for your spouse have another vehicle available for personal purposes?	<input type="checkbox"/> Yes <input type="checkbox"/> No	<input type="checkbox"/> Yes <input type="checkbox"/> No
18	If your employer provided you with a vehicle, is personal use during off-duty hours permitted?	<input type="checkbox"/> Yes <input type="checkbox"/> No	<input type="checkbox"/> Yes <input type="checkbox"/> No
19	Do you have evidence to support your deduction?	<input type="checkbox"/> Yes <input type="checkbox"/> No	<input type="checkbox"/> Yes <input type="checkbox"/> No
20	If "Yes," is the evidence written?	<input type="checkbox"/> Yes <input type="checkbox"/> No	<input type="checkbox"/> Yes <input type="checkbox"/> No

**Section B—Standard Mileage Rate**

22 Multiply line 13 by 32½¢ (.325). Enter the result here and on line 1

Section C—Actual Expenses		(a) Vehicle 1	(b) Vehicle 2
23	Gasoline, oil, repairs, vehicle insurance, etc.	23	23
24a	Vehicle rentals	24a	24a
24b	Inclusion amount (see instructions)	24b	24b
24c	Subtract line 24b from line 24a	24c	24c
25	Value of employer-provided vehicle (applies only if 100% of annual lease value was included on Form W-2—see instructions)	25	25
26	Add lines 23, 24c, and 25	26	26
27	Multiply line 26 by the percentage on line 14	27	27
28	Depreciation. Enter amount from line 38 below	28	28
29	Add lines 27 and 28. Enter total here and on line 1	29	29

**Section D—Depreciation of Vehicles** (Use this section only if you own the vehicle.)

Section D—Depreciation of Vehicles		(a) Vehicle 1	(b) Vehicle 2
30	Enter cost or other basis (see instructions)	30	30
31	Enter amount of section 179 deduction (see instructions)	31	31
32	Multiply line 30 by line 14 (see instructions if you elected the section 179 deduction)	32	32
33	Enter depreciation method and percentage (see instructions)	33	33
34	Multiply line 32 by the percentage on line 33 (see instructions)	34	34
35	Add lines 31 and 34	35	35
36	Enter the limit from the table in the line 36 instructions	36	36
37	Multiply line 36 by the percentage on line 14	37	37
38	Enter the smaller of line 35 or line 37. Also, enter this amount on line 28 above	38	38

**Part III Dependent Care Benefits**

10 Enter the total amount of **dependent care benefits** you received for 1998. This amount should be shown in box 10 of your W-2 form(s). DO NOT include amounts that were reported to you as wages in box 1 of Form(s) W-2.

11 Enter the amount forfeited, if any. See the instructions.

12 Subtract line 11 from line 10.

13 Enter the total amount of **qualified expenses** incurred in 1998 for the care of the **qualifying person(s)**.

14 Enter the **smaller** of line 12 or 13.

15 Enter **YOUR earned income**.

16 If married filing a joint return, enter **YOUR SPOUSE'S** earned income (if your spouse was a student or was disabled, see the instructions for line 5); if married filing a separate return, see the instructions for the amount to enter; **all others**, enter the amount from line 15.

17 Enter the **smallest** of line 14, 15, or 16.

18 **Excluded benefits.** Enter here the **smaller** of the following:

- The amount from line 17, or
- \$5,000 (\$2,500 if married filing a separate return and you were required to enter your spouse's earned income on line 16).

19 **Taxable benefits.** Subtract line 18 from line 17. Also, include this amount on Form 1040, line 7. On the dotted line next to line 7, enter "DCB".

To claim the child and dependent care credit, complete lines 20-24 below.

20 Enter \$2,400 (\$4,800 if two or more qualifying persons).

21 Enter the amount from line 18.

22 Subtract line 21 from line 20. If zero or less, **STOP**. You cannot take the credit. **Exception.** If you paid 1997 expenses in 1998, see the instructions for line 9.

23 Complete line 2 on the front of this form. DO NOT include in column (c) any excluded benefits shown on line 18 above. Then, add the amounts in column (c) and enter the total here.

24 Enter the **smaller** of line 22 or 23. Also, enter this amount on line 3 on the front of this form and complete lines 4-9.

**General Business Credit**

Department of the Treasury  
Internal Revenue Service  
Name(s) shown on return

1998

Attachment  
Sequence No. 22

Identifying number

**Part I Tentative Credit**

- Current year investment credit (Form 3468, Part I).
  - Current year work opportunity credit (Form 5884, Part I).
  - Current year welfare-to-work credit (Form 8861, Part I).
  - Current year credit for alcohol used as fuel (Form 6478).
  - Current year credit for increasing research activities (Form 6765, Part I).
  - Current year low-income housing credit (Form 8596, Part I).
  - Current year enhanced oil recovery credit (Form 8830, Part I).
  - Current year disabled access credit (Form 8826, Part I).
  - Current year renewable electricity production credit (Form 8835, Part I).
  - Current year Indian employment credit (Form 8845, Part I).
  - Current year credit for employer social security and Medicare taxes paid on certain employee tips (Form 8846, Part I).
  - Current year orphan drug credit (Form 8820, Part I).
  - Current year credit for contributions to selected community development corporations (Form 8847, Part I).
  - Current year trans-Alaska pipeline liability fund credit (see instructions).
  - Current year general credits from an electing large partnership (Schedule K-1 (Form 1065-B)).
- 2 **Current year general business credit.** Add lines 1a through 1o.
- 3 Passive activity credits included on line 2 (see instructions).
- 4 Subtract line 3 from line 2.
- 5 Passive activity credits allowed for 1998 (see instructions).
- 6 Carryforward of general business, WIN, or ESOP credit to 1998 (see instructions for the schedule to attach).
- 7 Carryback of general business credit from 1999 (see instructions).
- 8 **Tentative general business credit.** Add lines 4 through 7.

**Part II General Business Credit Limitation Based on Amount of Tax**

- 9 Regular tax before credits:
- Individuals: Enter amount from Form 1040, line 40.
  - Corporations: Enter amount from Form 1120, Schedule J, line 3 (or Form 1120-A, Part I, line 1).
  - Other filers: Enter regular tax before credits from your return.
- 10a Credit for child and dependent care expenses (Form 2441, line 9).
- 10b Credit for the elderly or the disabled (Schedule R (Form 1040), line 20).
- 10c Child tax credit (Form 1040, line 43).
- 10d Education credits (Form 8863, line 18).
- 10e Mortgage interest credit (Form 8396, line 11).
- 10f Adoption credit (Form 8839, line 14).
- 10g District of Columbia first-time homebuyer credit (Form 8859, line 11).
- 10h Foreign tax credit.
- 10i Possessions tax credit (Form 5735, line 17 or 27).
- 10j Credit for fuel from a nonconventional source.
- 10k Qualified electric vehicle credit (Form 8834, line 19).
- 11 Add lines 10a through 10k.
- 12 Net regular tax. Subtract line 10l from line 9.
- 13 Alternative minimum tax (see instructions).
- 14 Net income tax. Add lines 11 and 12.
- 15 Tentative minimum tax (see instructions).
- 16 If line 11 is more than \$25,000, enter 25% (25) of the excess (see instructions).
- 17 Enter the greater of line 14 or line 15.
- 18 **General business credit allowed for current year.** Enter the smaller of line 8 or line 17 here and on Form 1040, line 47, or Form 1120, Schedule J, line 4d, or Form 1224, Part I, line 20, or Form 990, Schedule G, line 20. If the credit for increasing research activities is claimed, estates, and trusts: See instructions for the credit for increasing research activities is claimed. C corporations: See instructions for Schedule A if any regular investment credit carryforward is claimed. See the instructions if the corporation has had a post-1986 "ownership change".

For Paperwork Reduction Act Notice, see back of form.

Cat. No. 12392F

Form 3800 (1998)



# **Schedule A—Additional General Business Credit Allowed By Internal Revenue Code Section 38(c)(2) (Before Repeal by the Revenue Reconciliation Act of 1990)—Only Applicable to C Corporations**

19	Enter the portion of the credit shown on line 6 that is attributable to the regular investment credit under section 46 (before amendment by the Revenue Reconciliation Act of 1990)	19
20	Tentative minimum tax (from line 14)	20
21	Multiply line 20 by 25% (.25)	21
22	Enter the amount from line 17	22
23	Enter the portion of the credit shown on line 8 that is NOT attributable to the regular investment credit under section 46 (before amendment by the Revenue Reconciliation Act of 1990)	23
24	Subtract line 23 from line 22 (if zero or less, enter -0-)	24
25	Subtract line 24 from line 19 (if zero or less, enter -0-)	25
26	For purposes of this line only, refigure the amount on line 11, Form 4626, by using zero on line 6, Form 4626, and enter the result here	26
27	Multiply line 26 by 10% (.10)	27
28	Net income tax (from line 13)	28
29	General business credit (from line 18)	29
30	Subtract line 29 from line 28	30
31	Subtract line 27 from line 30	31
32	Enter the smallest of line 21, line 25, or line 31	32
33	Subtract line 32 from line 20	33
34	Enter the greater of line 15 or line 33	34
35	Subtract line 34 from line 28	35
36	Enter the smaller of line 11 or line 35. Enter this amount also on line 18 instead of the amount previously figured on that line. Write "Sec. 38(c)(2)" in the margin next to your entry on line 18.	36
37	If line 35 is greater than line 36, enter the excess here and see the instructions on how to claim the additional credit.	37

**Paperwork Reduction Act Notice.** We ask for the information on this form to carry out the Internal Revenue laws of the United States. You are required to give us the information. We need to ensure that you are complying with these laws and to allow us to figure and collect the right amount of tax.

You are not required to provide the information requested on a form that is subject to the Paperwork Reduction Act unless the form displays a valid OMB control number. Books or records relating to a form or its instructions must be retained as long as their contents may become material in the administration of any Internal Revenue law. Generally, tax returns and return information are confidential, as required by Code section 6103.

The time needed to complete and file this form will vary depending on individual circumstances. The estimated average time is:

Recordkeeping . . . . . 13 hr., 38 min.  
Learning about the law on the form . . . . . 1 hr., 24 min.  
Preparing and sending the form to the IRS . . . . . 1 hr., 40 min.

If you have comments concerning the accuracy of these time estimates or suggestions for making this form simpler, we would be happy to hear from you. See the instructions for the tax return with which this form is filed.

Form **6251**

## **Alternative Minimum Tax—Individuals**

OMB No. 1545-0027  
1998  
Attachment  
Sequence No. 32  
Your social security number

Department of the Treasury  
Internal Revenue Service (98)  
Name(s) shown on Form 1040

▶ See separate instructions.  
▶ Attach to Form 1040 or Form 1040NR.

### Part I Adjustments and Preferences

1	If you itemized deductions on Schedule A (Form 1040), go to line 2. Otherwise, enter your standard deduction from Form 1040, line 36, here and go to line 6.	1
2	Medical and dental. Enter the smaller of Schedule A (Form 1040), line 4 or 2 1/2% of Form 1040, line 34	2
3	Taxes. Enter the amount from Schedule A (Form 1040), line 9	3
4	Certain interest on a home mortgage not used to buy, build, or improve your home	4
5	Miscellaneous itemized deductions. Enter the amount from Schedule A (Form 1040), line 26	5
6	Refund of taxes. Enter any tax refund from Form 1040, line 10 or line 21	6
7	Investment interest. Enter difference between regular tax and AMT deduction	7
8	Post-1986 depreciation. Enter difference between regular tax and AMT depreciation	8
9	Adjusted gain or loss. Enter difference between AMT and regular tax gain or loss	9
10	Incentive stock options. Enter excess of AMT income over regular tax income	10
11	Passive activities. Enter difference between AMT and regular tax income or loss	11
12	Beneficiaries of estates and trusts. Enter the amount from Schedule K-1 (Form 1041), line 9	12
13	Tax-exempt interest from private activity bonds issued after 8/7/86	13
14	Other. Enter the amount, if any, for each item below and enter the total on line 14. a Circulation expenditures . . . . . b Depletion . . . . . c Depreciation (pre-1987) . . . . . d Installation sales . . . . . e Intangible drilling costs . . . . . f Large partnerships . . . . . g Long-term contracts . . . . . h Loss limitations . . . . . i Mining costs . . . . . j Patron's adjustment . . . . . k Pollution control facilities . . . . . l Research and experimental . . . . . m Section 1202 exclusion . . . . . n Tax shelter farm activities . . . . . o Related adjustments . . . . .	14
15	Total Adjustments and Preferences. Combine lines 1 through 14	15

### Part II Alternative Minimum Taxable Income

16	Enter the amount from Form 1040, line 37. If less than zero, enter as a loss	16
17	Net operating loss deduction, if any, from Form 1040, line 21. Enter as a positive amount	17
18	If Form 1040, line 34, is over \$121,500 (over \$62,250 if married filing separately), and you itemized deductions, enter the amount, if any, from line 9 of the worksheet for Schedule A (Form 1040), line 28	18
19	Combine lines 15 through 18	19
20	Alternative tax net operating loss deduction. See page 7 of the instructions	20
21	Alternative Minimum Taxable Income. Subtract line 20 from line 19. (If married filing separately and line 21 is more than \$165,000, see page 7 of the instructions.)	21

### Part III Exemption Amount and Alternative Minimum Tax

22	Exemption Amount. (If this form is for a child under age 14, see page 7 of the instructions.) IF your filing status is . . . . . AND line 21 is . . . . . THEN enter on line 22 . . . . . Single or head of household . . . . . not over . . . . . Married filing jointly or qualifying widow(er) . . . . . \$112,500 . . . . . \$33,750 Married filing separately . . . . . 150,000 . . . . . 45,000 If line 21 is over the amount shown above for your filing status, see page 7 of the instructions. 23 Subtract line 22 from line 21. If zero or less, enter -0-. Here and on lines 26 and 28 24 If you completed Schedule D (Form 1040), and have an amount on line 25 or line 27 (or would have had an amount on either line if you had completed Part IV) (as required for the AMT, if necessary), go to Part IV of Form 6251 to figure line 24. All others: If line 23 is \$175,000 or less (or \$87,500 or less if married filing separately), multiply line 23 by 20% (.20). Otherwise, multiply line 23 by 26% (.26) and subtract \$3,500 (\$1,750 if married filing separately) from the result. 25 Alternative minimum tax (foreign tax credit. See page 8 of the instructions) 26 Tentative minimum tax. Subtract line 25 from line 24 27 Enter your tax from Form 1040, line 40 (minus any tax from Form 4972 and any foreign tax credit from Form 1040, line 46) 28 Alternative Minimum Tax. Subtract line 27 from line 26. If zero or less, enter -0-. Enter here and on Form 1040, line 51	22	23	24	25	26	27	28
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For Paperwork Reduction Act Notice, see separate instructions.

Cat No 13600G

Form 6251 (1998)

**Part IV** Line 24 Computation Using Maximum Capital Gains Rates

**Caution:** If you did not complete Part IV of Schedule D (Form 1040), complete lines 20 through 27 of Schedule D (as required for the AMT, if necessary) before you complete this part.

29	Enter the amount from line 23	29
30	Enter the amount from Schedule D (Form 1040), line 27 (as required for the AMT, if necessary). See page 8 of the instructions	30
31	Enter the amount from Schedule D (Form 1040), line 25 (as required for the AMT, if necessary). See page 8 of the instructions	31
32	Add lines 30 and 31	32
33	Enter the amount from Schedule D (Form 1040), line 22 (as required for the AMT, if necessary). See page 8 of the instructions	33
34	Enter the smaller of line 32 or line 33	34
35	Subtract line 34 from line 29. If zero or less, enter -0-	35
36	If line 35 is \$175,000 or less (\$87,500 or less if married filing separately), multiply line 35 by 26% (.26). Otherwise, multiply line 35 by 28% (.28) and subtract \$3,500 (\$1,750 if married filing separately) from the result	36
37	Enter the amount from Schedule D (Form 1040), line 36 (as required for the regular tax)	37
38	Enter the smaller of line 29, line 30, or line 37	38
39	Multiply line 38 by 10% (.10)	39
40	Enter the smaller of line 29 or line 30	40
41	Enter the amount from line 38	41
42	Subtract line 41 from line 40. If zero or less, enter -0-	42
43	Multiply line 42 by 20% (.20)	43
44	Enter the amount from line 29	44
45	Add lines 35, 38, and 42	45
46	Subtract line 45 from line 44	46
47	Multiply line 46 by 25% (.25)	47
48	Add lines 36, 39, 43, and 47	48
49	If line 29 is \$175,000 or less (\$87,500 or less if married filing separately), multiply line 29 by 26% (.26). Otherwise, multiply line 29 by 28% (.28) and subtract \$3,500 (\$1,750 if married filing separately) from the result	49
50	Enter the smaller of line 48 or line 49 here and on line 24	50

**Form 8582**

Department of the Treasury  
Internal Revenue Service (99)

**Passive Activity Loss Limitations**

- See separate instructions.  
► Attach to Form 1040 or Form 1041.

OMB No. 1545-1008

**1998**

Attachment  
Sequence No. **88**  
Identifying number

**Part I** 1998 Passive Activity Loss

**Caution:** See the instructions for Worksheets 1 and 2 on page 7 before completing Part I.

**Rental Real Estate Activities With Active Participation** (For the definition of active participation see **Active Participation in a Rental Real Estate Activity** on page 3 of the instructions.)

1a	Activities with net income (enter the amount from Worksheet 1, column (a))	1a
1b	Activities with net loss (enter the amount from Worksheet 1, column (b))	1b
1c	Prior years' unallowed losses (enter the amount from Worksheet 1, column (c))	1c
1d	Combine lines 1a, 1b, and 1c	1d

**All Other Passive Activities**

2a	Activities with net income (enter the amount from Worksheet 2, column (a))	2a
2b	Activities with net loss (enter the amount from Worksheet 2, column (b))	2b
2c	Prior years' unallowed losses (enter the amount from Worksheet 2, column (c))	2c
2d	Combine lines 2a, 2b, and 2c	2d

3 Combine lines 1d and 2d. If the result is net income or zero, all losses are allowed, including any prior year unallowed losses entered on line 1c or 2c. Do not complete Form 8582. Take the losses to the form or schedule you normally report them on.  
If this line and line 1d are losses, go to line 4. Otherwise, enter -0- on line 9 and go to line 10.

**Part II** Special Allowance for Rental Real Estate With Active Participation

**Note:** Enter all numbers in Part II as positive amounts. See page 7 of the instructions for examples.

4	Enter the smaller of the loss on line 1d or the loss on line 3	4
5	Enter \$150,000. If married filing separately, see page 7 of the instructions	5
6	Enter modified adjusted gross income, but not less than zero (see page 7 of the instructions)	6
7	Note: If line 6 is equal to or greater than line 5, skip lines 7 and 8, enter -0- on line 9, and then go to line 10. Otherwise, go to line 7.	7
8	Subtract line 6 from line 5	8
9	Multiply line 7 by 50% (.5). Do not enter more than \$25,000. If married filing separately, see page 7 of the instructions	9
10	Enter the smaller of line 4 or line 8	10

**Part III** Total Losses Allowed

10	Add the income, if any, on lines 1a and 2a and enter the total	10
11	Total losses allowed from all passive activities for 1998. Add lines 9 and 10. See page 7 of the instructions to find out how to report the losses on your tax return.	11

Cat. No. 63704F

Form 8582 (1998)





Form **8615****Tax for Children Under Age 14  
Who Have Investment Income of More Than \$1,400**

OMB No. 1545-0998

1998

Department of the Treasury  
Internal Revenue Service (998)

Child's name shown on return

Child's social security number

Parent's name (first, initial, and last) Caution: See instructions on back before completing

A Parent's filing status (check one):

☐ Single ☐ Married filing jointly ☐ Head of household ☐ Qualifying widow(er)

**Part I Child's Net Investment Income**

- 1 Enter the child's investment income, such as taxable interest and dividends. See instructions. If this amount is \$1,400 or less, stop; do not file this form.
- 2 If the child did not itemize deductions on Schedule A (Form 1040 or Form 1040NR), enter \$1,400. If the child did itemize deductions, see instructions.
- 3 Subtract line 2 from line 1. If the result is zero or less, stop; do not complete the rest of this form but do attach it to the child's return.
- 4 Enter the child's taxable income from Form 1040, line 39; Form 1040A, line 24; or Form 1040NR, line 38.
- 5 Enter the smaller of line 3 or line 4.

**Part II Tentative Tax Based on the Tax Rate of the Parent Listed on Line A**

- 6 Enter the parent's taxable income from Form 1040, line 39; Form 1040A, line 24; Form 1040EZ, line 6; TeleFile Tax Record, line J; Form 1040NR, line 38; or Form 1040NR-EZ, line 14. If less than zero, enter -0-.
- 7 Enter the total net investment income, if any, from Forms 8615, line 5, of all other children of the parent identified above. Do not include the amount from line 5 above.
- 8 Add lines 6, 7, and 7.
- 9 Enter the tax on line 8 based on the parent's filing status. See instructions. If Schedule D or J (Form 1040) is used to figure the tax, check here ☐.
- 10 Enter the parent's tax from Form 1040, line 40; Form 1040A, line 25; Form 1040EZ, line 10; TeleFile Tax Record, line J; Form 1040NR, line 39; or Form 1040NR-EZ, line 15. If any tax is from Form 9772 or 8814, see instructions. If Schedule D or J (Form 1040) was used to figure the tax, check here ☐.
- 11 Subtract line 10 from line 9 and enter the result. If line 7 is blank, enter on line 13 the amount from line 11 and go to **Part III**.
- 12a Add lines 5 and 7.
- 12b Divide line 5 by line 12a. Enter the result as a decimal (rounded to at least three places).
- 13 Multiply line 11 by line 12b.
- 14 Subtract line 5 from line 4.
- 15 Enter the tax on line 14 based on the child's filing status. See instructions. If Schedule D or J (Form 1040) is used to figure the tax, check here ☐.
- 16 Add lines 13 and 15.
- 17 Enter the tax on line 4 based on the child's filing status. See instructions. If Schedule D or J (Form 1040) is used to figure the tax, check here ☐.
- 18 Enter the larger of line 16 or line 17 here and on Form 1040, line 40; Form 1040A, line 25; or Form 1040NR, line 39.

**General Instructions**

**Purpose of Form**  
For children under age 14, investment income over \$1,400 is taxed at the parent's rate. If the child's investment income is more than \$1,400, use this form to figure the child's tax.

**TIP:** See Pub. 929, Tax Rules for Children and Dependents, if the child, the parent, or any of the parent's other children under age 14 received capital gain distributions or farm income. It has information on how to figure the tax using Schedule D or J, which may result in less tax.

**Investment Income**

As used on this form, "investment income" includes all taxable income other than earned income as defined on page 2. It includes taxable interest, dividends, capital gains, rents, royalties, etc. It also includes pension and annuity income and income from a trust.

**Who Must File**

Generally, Form 8615 must be filed for any child who was under age 14 on January 1, 1999, had more than \$1,400 of investment income, and is required to file a tax return. But if neither parent was alive on December 31, 1998, do not use Form 8615. Instead, figure the child's tax in the normal manner.

**Note:** The parent may be able to elect to report the child's interest and dividends on his or her return. If the parent makes this election, the child will not have to file a return or Form 8615. However, the Federal income tax on the child's income, including capital gain distributions, may be higher if this election is made. For more details, see Form 8814, Parents' Election to Report Child's Interest and Dividends.

Form **8615** (1998)

For Paperwork Reduction Act Notice, see back of form.

Cat. No. 64113U

Form **8801****Credit For Prior Year Minimum Tax—  
Individuals, Estates, and Trusts**

OMB No. 1545-1073

1998

Department of the Treasury  
Internal Revenue Service (998)

Name(s) shown on return

Attach to your tax return.

**Part I Net Minimum Tax on Exclusion Items**

- 1 Combine lines 16 through 18 of your 1997 Form 6251. Estates and trusts, see instructions.
- 2 Enter adjustments and preferences treated as exclusion items. See instructions.
- 3 Minimum tax credit net operating loss deduction. See instructions.
- 4 Combine lines 1, 2, and 3. If zero or less, enter -0- here and on line 15 and go to Part II. If more than \$165,000 and you were married filing separately for 1997, see instructions.
- 5 Enter: \$45,000 if married filing jointly or qualifying widow(er) for 1997; \$33,750 if single or head of household for 1997; or \$22,500 if married filing separately for 1997. Estates and trusts, enter \$22,500.
- 6 Enter: \$150,000 if married filing jointly or qualifying widow(er) for 1997; \$112,500 if single or head of household for 1997; or \$75,000 if married filing separately for 1997. Estates and trusts, enter \$75,000.
- 7 Subtract line 6 from line 4. If zero or less, enter -0- here and on line 8 and go to line 9.
- 8 Multiply line 7 by 25% (.25).
- 9 Subtract line 8 from line 5. If zero or less, enter -0-. If this form is for a child under age 14, see instructions.
- 10 Subtract line 9 from line 4. If zero or less, enter -0- here and on line 15, and go to Part II. Form 1040NR filers, see instructions.
- 11 If you completed Schedule D (Form 1040 or 1041) for 1997 and had an amount on line 25 or line 27 of Schedule D (Form 1040) (line 24 or line 27 of Schedule D (Form 1041)) or you would have had an amount on either of those lines had you completed Part IV of Schedule D (Form 1040) (or Part V of Schedule D (Form 1041)), go to Part III of Form 8801 to figure the amount to enter on this line. All others: Multiply line 10 by 26% (.26) if line 10 is: \$175,000 or less if single, head of household, married filing jointly, qualifying widow(er), or an estate or trust for 1997; or \$87,500 or less if married filing separately for 1997. Otherwise, multiply line 10 by 28% (.28) and subtract from the result: \$3,500 if single, head of household, married filing jointly, qualifying widow(er), or an estate or trust for 1997; or \$1,750 if married filing separately for 1997.
- 12 Minimum tax foreign tax credit on exclusion items. See instructions.
- 13 Tentative minimum tax on exclusion items. Subtract line 12 from line 11.
- 14 Enter the amount from your 1997 Form 6251, line 27, or Form 1041, Schedule I, line 41.
- 15 Net minimum tax on exclusion items. Subtract line 14 from line 13. If zero or less, enter -0-.

**Part II Minimum Tax Credit and Carryforward to 1999**

- 16 Enter the amount from your 1997 Form 6251, line 28, or Form 1041, Schedule I, line 42.
- 17 Enter the amount from line 15 above.
- 18 Subtract line 17 from line 16. If less than zero, enter as a negative amount.
- 19 1997 minimum tax credit carryforward. Enter the amount from your 1997 Form 8801, line 26.
- 20 Enter the total of your 1997 unallowed nonconventional source fuel credit and 1997 unallowed qualified electric vehicle credit. See instructions.
- 21 Combine lines 18, 19, and 20. If zero or less, stop here and see instructions.
- 22 Enter your 1998 regular income tax liability minus allowable credits. See instructions.
- 23 Enter the amount from your 1998 Form 6251, line 26, or 1998 Form 1041, Schedule I, line 37.
- 24 Subtract line 23 from line 22. If zero or less, enter -0-.
- 25 Minimum tax credit. Enter the smaller of line 21 or line 24. Also enter this amount on the appropriate line of your 1998 tax return. See instructions.
- 26 Minimum tax credit carryforward to 1999. Subtract line 25 from line 21. See instructions.

For Paperwork Reduction Act Notice, see page 4.

Cat. No. 100025

Form **8801** (1998)

For Paperwork Reduction Act Notice, see back of form.

Cat. No. 64113U

**Part III Line 11 Computation Using Maximum Capital Gains Rates**

**Caution:** If you are an individual and you did not complete Part IV of your 1997 Schedule D (Form 1040), complete lines 20 through 27 of that Schedule D before completing this part. For an estate or trust that did not complete Part V of the 1997 Schedule D (Form 1041), complete lines 19 through 27 of that Schedule D before completing this part.

27	Enter the amount from line 10	
28	Enter the amount from your 1997 Schedule D (Form 1040 or 1041), line 27	
29	Enter the amount from your 1997 Schedule D (Form 1040), line 25, (or 1997 Schedule D (Form 1041), line 24)	
30	Add lines 28 and 29	
31	Enter the amount from your 1997 Schedule D (Form 1040), line 22, (or 1997 Schedule D (Form 1041), line 21)	
32	Enter the smaller of line 30 or line 31	
33	Subtract line 32 from line 27. If zero or less, enter -0-	
34	Multiply line 33 by 25% (26) if line 33 is: \$175,000 or less if single, head of household, married filing jointly, qualifying widow(er), or an estate or trust for 1997; or \$87,500 or less if married filing separately for 1997. Otherwise, multiply line 33 by 28% (28) and subtract from the result: \$3,500 if single, head of household, married filing jointly, qualifying widow(er), or an estate or trust for 1997; or \$1,750 if married filing separately for 1997.	
35	Enter the amount from your 1997 Schedule D (Form 1040 or 1041), line 36. If you did not complete Part IV of your 1997 Schedule D (Form 1040) (Part V of the 1997 Schedule D (Form 1041) for an estate or trust), enter -0-	
36	Enter the smaller of line 27, line 28, or line 35	
37	Multiply line 36 by 10% (10)	
38	Enter the smaller of line 27 or line 28	
39	Enter the amount from line 36	
40	Subtract line 39 from line 38. If zero or less, enter -0-	
41	Multiply line 40 by 20% (20)	
42	Enter the amount from line 27	
43	Add lines 33, 36, and 40	
44	Subtract line 43 from line 42	
45	Multiply line 44 by 25% (25)	
46	Add lines 34, 37, 41, and 45	
47	Multiply line 27 by 25% (26) if line 27 is: \$175,000 or less if single, head of household, married filing jointly, qualifying widow(er), or an estate or trust for 1997; or \$87,500 or less if married filing separately for 1997. Otherwise, multiply line 27 by 28% (28) and subtract from the result: \$3,500 if single, head of household, married filing jointly, qualifying widow(er), or an estate or trust for 1997; or \$1,750 if married filing separately for 1997.	
48	Enter the smaller of line 46 or line 47 here and on line 11	

**Form 8814****Parents' Election To Report Child's Interest and Dividends**

► See instructions below and on back.  
► Attach to parents' Form 1040 or Form 1040NR.

Department of the Treasury

Internal Revenue Service (998)

Name(s) shown on your return

Your social security number

Attachment Sequence No. 40

OMB No. 1545-1128

**Caution:** The Federal income tax on your child's income, including capital gain distributions, may be less if you file a separate tax return for the child instead of making this election. This is because you cannot take certain tax benefits that your child would be entitled to on his or her own return. For details, see **Tax Benefits You May Not Take on the back.**

A Child's name (first, initial, and last)

B Child's social security number

C If more than one Form 8814 is attached, check here

**Part I Child's Interest and Dividends To Report on Your Return**

1a Enter your child's taxable interest. If this amount is different from the amounts shown on the child's Forms 1099-INT and 1099-OID, see the instructions

b Enter your child's tax-exempt interest. DO NOT include this amount on line 1a

2 Enter your child's ordinary dividends, including any Alaska Permanent Fund dividends, if your child received any ordinary dividends as a nominee, see the instructions

3 Enter your child's capital gain distributions. If your child received any capital gain distributions as a nominee, see the instructions

4 Add lines 1a, 2, and 3. If the total is \$1,400 or less, skip lines 5 and 6 and go to line 7. If the total is \$1,400 or more, do not file this form. Your child must file his or her own return to report the income

5 Base amount

6 Subtract line 5 from line 4. If you checked the box on line C above or if you entered an amount on line 3, see the instructions. Also, include this amount in the total on Form 1040, line 21, or Form 1040NR, line 21. In the space next to line 21, enter "Form 8814" and show the amount. Go to line 7 below.

**Part II Tax on the First \$1,400 of Child's Interest and Dividends**

7	Amount not taxed	
8	Subtract line 7 from line 4. If the result is zero or less, enter -0-	
9	Tax. Is the amount on line 8 less than \$700? No. Enter \$105 here and see the Note below. Yes. Multiply line 8 by 15% (15). Enter the result here and see the Note below.	

**Note:** If you checked the box on line C above, see the instructions. Otherwise, include the amount from line 9 in the tax you enter on Form 1040, line 40, or Form 1040NR, line 39. Be sure to check box a on Form 1040, line 40, or Form 1040NR, line 39.

**General Instructions**

**Purpose of Form.** Use this form if you elect to report your child's income on your return. If you do, your child will not have to file a return. You can make this election if your child meets all of the following conditions:

- Was under age 14 on January 1, 1999
- Is required to file a 1998 return.
- Had income only from interest and dividends, including Alaska Permanent Fund dividends.
- Had gross income for 1998 that was less than \$7,000.
- Had no estimated tax payments for 1998 (including any overpayment of tax from his or her 1997 return applied to 1998 estimated tax).

• Had no Federal income tax withheld from his or her income.

You must also qualify. See **Parents Who Qualify To Make the Election** below.

**How To Make the Election.** To make the election, complete and attach Form(s) 8814 to your tax return and file your return by the due date (including extensions). A child whose income you choose to report.

**Parents Who Qualify To Make the Election.** You qualify to make this election if you file Form 1040 or Form 1040NR and any of the following apply:

- You are filing a joint return for 1998 with the child's other parent.
- You and the child's other parent were married to each other but file separate (continued)

returns for 1998 AND you had the higher taxable income. If you do not know if you are the higher taxable income, see Pub. 829, Tax Rules for Children and Dependents.

• You were unmarried, treated as unmarried for Federal income tax purposes, or separated from the child's other parent by a divorce or separate maintenance decree. You must have had custody of your child for most of the year (you were the custodial parent). If you were the custodial parent and you remained, you may make the election on a joint return with your new spouse. But if you and your new spouse do not file a joint return, you must file separately. In the election, only if you had higher taxable income than your new spouse.

For Paperwork Reduction Act Notices, see back of form.

Cat. No. 10750J

Form 8814 (1998)





## Section 6

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Returns with modified taxable income ..	3.1
Returns with itemized deductions .....	2.1
Classified by marital status .....	2.2
Time series, 1994-1998 .....	A

### Income tax before credits

Classified by:

Size of adjusted gross income .....	1.4
Definition .....	pg 99
Reported on:	
Returns with modified taxable income ..	3.1
Returns with itemized deductions .....	2.1
Time series, 1994-1998 .....	A

### Income tax less credits

Time series, 1994-1998 .....	A
------------------------------	---

### Income tax withheld

Classified by:

Marital status .....	1.3
Size of adjusted gross income .....	3.3
Definition .....	pg 99
Reported on:	
Returns with itemized deductions	
Classified by marital status .....	2.2
Time series, 1994-1998 .....	A



**Individual retirement arrangement (IRA)****deductible payments, adjustment**

(See also Primary and secondary IRA payments)

Classified by:

Marital status ..... 1.3

Size of adjusted gross income ..... 1.4

Definition ..... pg 99

Reported on:

Returns with itemized deductions

classified by marital status ..... 2.2

Time series, 1994-1998 ..... A

**Individual retirement arrangement (IRA)****taxable distributions**

Change in law ..... pg 10-11

Classified by:

Marital status ..... 1.3

Size of adjusted gross income ..... 1.4

Definition ..... pg 100

Reported on:

Returns with itemized deductions ..... 2.1

Classified by marital status ..... 2.2

Time series, 1994-1998 ..... A

**Interest paid deduction**

Classified by marital status ..... 1.3

Definition ..... pg 100

Reported on:

Returns with itemized deductions ..... 2.1

Classified by marital status ..... 2.2

Type of interest paid deduction ..... 2.1

**Interest received**

(See Taxable interest received)

**Interest, tax-exempt**

(See Tax-exempt interest)

**Investment interest expense deduction**

(See Interest paid deduction)

**Itemized deductions**

(See Total itemized deductions and also specific type)

Change in Law ..... pg 11

**Itemized deduction limitation**

Classified by:

Marital status ..... 2.2

Reported on:

Returns with itemized deductions ..... 2.1

**J****Joint returns of married persons**

(See also Marital filing status)

Classified by:

Each rate at which tax was computed .. 3.6

Marginal tax rate ..... 3.4

Size of adjusted gross income ..... 1.2

Sources of income ..... 1.3

Type of exemption ..... 2.4

Reported on:

Returns with itemized deductions

Classified by marital status ..... 2.2

Returns with total income tax ..... 3.2

**K****Keogh retirement plan**

(See Payments to a Keogh plan)

Time series, 1994-1998 ..... A

**L****Long-term capital gain or loss**

(See also Sales of capital assets, net gain or loss)

Classified by:

Size of adjusted gross income ..... 1.4

**Long-term gain or loss from other forms**

(See also Sales of capital assets, net gain or loss)

Classified by:

Size of adjusted gross income ..... 1.4

**Long-term loss carryover**

(See also Sales of capital assets, net gain or loss)

Classified by:

Size of adjusted gross income ..... 1.4

## M

### Marginal tax rates

(See also Tax generated)

Definition .....	pg 101
Reported on returns with modified taxable income .....	3.4, 3.6

### Marital filing status

Classified by:	
Each rate at which tax was computed ..	3.6
Marginal tax rate .....	3.4
Size of adjusted gross income .....	1.2
Sources of income .....	1.3
Definition .....	pg 101
Reported on returns with itemized	
Deductions .....	2.2
Type of exemption .....	2.4

### Medical and dental expenses deduction

Classified by marital status .....	1.3
Definition .....	pg 101
Limitation .....	2.1
Reported on:	
Returns with itemized deductions .....	2.1
Classified by marital status .....	2.2

### Method of estimation

Description .....	pg 20
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### Minimum tax credit

Classified by:	
Marital status .....	1.3
Size of adjusted gross income .....	3.3
Definition .....	pg 102
Reported on returns with itemized	
Deductions .....	2.2
Time series, 1994-1998 .....	A

### Miscellaneous itemized deductions

Classified by marital status .....	1.3
Definition .....	pg 102
Reported on:	
Returns with itemized deductions .....	2.1
Classified by marital status .....	2.2

### Miscellaneous medical expenses

(See Medical and dental expenses deduction)

### Miscellaneous deductions other than gambling

Definition .....	pg 102
Returns with itemized deductions .....	2.1

### Modified taxable income

Classified by:	
Marginal tax rate .....	3.4
Size of adjusted gross income .....	3.1, 3.5
Tax generated at each rate .....	3.6
Tax generated at specific rate .....	3.5
Definition .....	pg 102

### Moving expenses adjustment

Classified by:	
Marital status .....	1.3
Size of adjusted gross income .....	1.4
Definition .....	pg 103
Reported on:	
Returns with itemized deductions .....	2.1
Classified by marital status .....	2.2

## N

### Net capital gain in AGI less loss

Definition .....	pg 103
Time series, 1994-1998 .....	A

### Net operating loss

Classified by size of adjusted gross	
Income .....	1.4
Definition .....	pg 103
Time series, 1994-1998 .....	A

### Nonconventional source fuel credit

Classified by:	
Marital status .....	1.3
Size of adjusted gross income .....	3.3
Definition .....	pg 103

### Nondeductible passive losses

(See also Rent and royalty net income or loss)

Classified by 1979 income concept .....	B
Definition .....	pg 103

**Nontaxable returns**

(See also Taxable returns)

Classified by size of AGI .... 1.2,1.4,2.3,3.3

Reported on:

Returns with itemized deductions ..... 2.1

**Number of exemptions**

Classified by:

Size of adjusted gross income ..... 1.4

Type of exemption and size of

Adjusted gross income ..... 2.3

Type of exemption and marital status .. 2.4

Reported on:

Returns with itemized deductions ..... 2.1

Time series, 1994-1998 ..... A

**O****Other adjustments**

(See also Statutory adjustments)

Classified by:

Size of adjusted gross income ..... 1.4

Time series, 1994-1998 ..... A

**Other contributions**

(See Contributions deduction)

**Other dependents**

(See Exemptions)

**Other income or loss**

Classified by:

Marital status ..... 1.3

Size of adjusted gross income ..... 1.4

Definition ..... pg 103

Reported on:

Returns with itemized deductions ..... 2.1

Classified by marital status ..... 2.2

Time series, 1994-1998 ..... A

**Other payments**

Definition .....pg 103

Time series, 1994-1998 ..... A

**Other tax credits**

Classified by:

Size of adjusted gross income ..... 3.3

Definition ..... pg 103

**Other taxes deduction**

(See also Taxes paid deduction)

Definition .....pg 104

Reported on returns with itemized

Deductions ..... 2.1

**Other than cash contributions deduction**

(See Contributions deduction)

**Overpayment**

(See also Credit to 1998 estimated tax)

Credited to 1998 estimated tax:

Classified by:

Size of adjusted gross income ..... 3.3

Definition ..... pg 104

Refunded:

Classified by:

Marital status ..... 1.3

Size of adjusted gross income ..... 3.3

Returns with itemized deductions

classified by marital status ..... 2.2

Time series, 1994-1998 ..... A

Total ..... 3.3

**P****Parent exemptions**

(See Exemptions)

**Parents' election to report child's interest and dividends**

Definition ..... pg 104

Reported on returns with modified

Taxable income ..... 3.4,3.5,3.6

Classified by:

Marital status ..... 3.4, 3.6

Size of adjusted gross income ..... 3.5

**Partnership and S Corporation net income or loss**

Classified by:

Marital status ..... 1.3

Size of adjusted gross income ..... 1.4

1979 income concept ..... B

Definition ..... pg 104

Reported on:

Returns with itemized deductions ..... 2.1

Classified by marital status ..... 2.2



**Payment with request for extension of filing time**

Classified by:

Size of adjusted gross income ..... 3.3  
 Definition ..... pg 105  
 Time series, 1994-1998 ..... A

**Payments to a Keogh plan**

Classified by:

Marital status ..... 1.3  
 Size of adjusted gross income ..... 1.4  
 Definition ..... pg xx

Reported on:

Returns with itemized deductions  
 Classified by marital status ..... 2.2  
 Time series, 1994-1998 ..... A

**Penalty tax on qualified retirement plans**

Classified by:

Size of adjusted gross income ..... 3.3  
 Definition ..... pg 105  
 Time series, 1994-1998 ..... A

**Pensions and annuities**

Classified by:

Marital status ..... 1.3  
 Size of adjusted gross income ..... 1.4  
 1979 income concept ..... B  
 Definition ..... pg 105

Reported on:

Returns with itemized deductions ..... 2.1  
 Classified by marital status ..... 2.2  
 Time series, 1994-1998 ..... A

**Personal exemption**

(See Exemptions)

**Personal interest deductions**

(See Interest paid deduction)

**Personal interest paid**

(See also Interest paid deduction)

**Personal property taxes deduction**

(See also Taxes paid deduction)

Definition ..... pg 106  
 Reported on returns with itemized

Deductions ..... 2.1

**Population and sample**

Reported on Forms 1040, 1040A, and  
 1040EZ ..... C

**Predetermined estimated tax penalty**

Classified by:

Size of adjusted gross income ..... 3.3  
 Definition ..... pg 106  
 Time series, 1994-1998 ..... A

**Prescription medicine and drug expenses**

(See Medical and dental expenses deduction)

**Primary IRA Payments**

(See also Individual retirement arrangement deductible payments, adjustment)

Classified by:

Marital status ..... 1.3  
 Size of adjusted gross income ..... 1.4  
 Reported on:

Returns with itemized deductions

Classified by marital status ..... 2.2  
 Time series, 1994-1998 ..... A

**R****Real estate taxes**

(See also Taxes paid deduction)

Definition ..... pg 106  
 Reported on returns with itemized  
 Deductions ..... 2.1

**Recapture taxes**

Time series, 1994-1998 ..... A

**Refund**

(See also Overpayment refunded)

Definition ..... pg 106

**Refund credited to next year**

(See also Credit to 1997 estimated tax)

Time series, 1994-1998 ..... A

**Regular tax computation**

Classified by:

Size of adjusted gross income ..... 3.1

Definition ..... pg 106

**Rent and royalty net income or loss**

Classified by:

Marital status ..... 1.3

Size of adjusted gross income ..... 1.4

Definition ..... pg 106

Reported on:

Returns with itemized deductions ..... 2.1

Classified by marital status ..... 2.2

**Rent net income or loss**

Classified by:

Size of adjusted gross income ..... 1.4

Definition ..... pg 106

**Requirements for filing**

Description ..... pg 8

**Retrospective income concept**

Classified by size of adjusted gross

Income and 1979 concept ..... B

Description ..... pg 12

**Roth IRA**

Change in law .....pg 10

Description ..... pg 107

**Royalty net income or loss**

Classified by:

Size of adjusted gross income ..... 1.4

Definition ..... pg 107

**S****S corporation**

(See partnership and S Corporation net income or loss)

**Salaries and wages**

Classified by:

Marital status ..... 1.3

Size of adjusted gross income ..... 1.4

1979 income concept ..... B

Definition ..... pg 107

Reported on:

Returns with itemized deductions ..... 2.1

Classified by marital status ..... 2.2

Time series, 1994-1998 ..... A

**Sales of capital assets, net gain or loss**

Classified by:

Marital status ..... 1.3

Size of adjusted gross income ..... 1.4

1979 income concept ..... B

Definition ..... pg 108

Reported on:

Returns with itemized deductions ..... 2.1

Classified by marital status ..... 2.2

**Sales of capital assets reported on Schedule D**

Classified by:

Size of adjusted gross income..... 1.4

**Sales of property other than capital assets, net gain or loss**

Classified by:

Marital status ..... 1.3

Size of adjusted gross income ..... 1.4

Definition ..... pg 108

Reported on:

Returns with itemized deductions ..... 2.1

Classified by marital status ..... 2.2

Time series, 1994-1998 ..... A

**Schedule D gain subject to 28% tax rate**

Classified by:

Size of adjusted gross income ..... 1.4

**Secondary IRA payments**

(See also Individual retirement arrangement deductible payments, adjustment)

Classified by:

Marital status ..... 1.3

Size of gross adjusted income ..... 1.4

Reported on:

Returns with itemized deduction

Classified by marital status ..... 2.2

Time series, 1994-1998 ..... A

**Self-employed health insurance deduction**

Change in Law .....	pg 12
Classified by:	
Marital status .....	1.3
Size of adjusted gross income .....	1.4
Definition .....	pg 109
Time series, 1994-1998 .....	A

**Self-employment tax**

(See also Deduction of self-employment tax)

Change in Law .....	pg 12
Classified by:	
Size of adjusted gross income .....	3.3
Definition .....	pg 109
Time series, 1994-1998 .....	A

**Separate returns of married persons**

(See also Marital filing status)

Classified by:	
Each rate at which tax was computed ..	3.6
Marginal tax rate .....	3.4
Size of adjusted gross income .....	1.2
Sources of income .....	1.3
Type of exemption.....	2.4
Reported on returns with itemized deductions	
Classified by marital status .....	2.2

**Short-term capital gain or loss**

(See also Sales of capital assets, net gain or loss)

Classified by size of adjusted gross income .....	1.4
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**Short-term gain or loss from other forms**

(See also Sales of capital assets, net gain or loss)

Classified by size of adjusted gross income .....	1.4
---	-----

**Short-term loss carryover**

(See also Sales of capital assets, net gain or loss)

Classified by size of adjusted gross income .....	1.4
---	-----

**Single persons, returns of**

(See also Marital filing status)

Classified by:	
Each rate at which tax was computed ..	3.6
Marginal tax rate .....	3.4

Size of adjusted gross income .....	1.2
Sources of income .....	1.3
Type of exemption .....	2.4
Reported on returns with itemized deductions	
Classified by marital status .....	2.2

**Size of adjusted gross income**

Classified by:	
Marital status .....	1.2
Selected income and tax items .....	1.1
Size of adjusted gross income .....	3.3
Sources of income .....	1.4
Type of tax computation .....	3.1
1979 income concept .....	B
Definition .....	pg 109
Reported on:	
Returns with earned income credit ...	2.5
Returns with itemized deductions .....	2.1
Returns with modified taxable income .....	3.1, 3.6
Returns with total income tax .....	3.2
Type of exemption .....	2.3

**Size of income**

Classified by size of adjusted gross income and by 1979 concept .....	B
---	---

**Social security benefits**

Benefits in adjusted gross income:

Classified by:	
Marital status .....	1.3
Size of adjusted gross income .....	1.4
Definition .....	pg 109
Reported on:	
Returns with itemized deductions .....	2.1
Classified by marital status .....	2.2
Time series, 1994-1998 .....	A

**Social security and Medicare tax on tip income**

Classified by:	
Marital status .....	3.3
Definition .....	pg 110
Time series, 1994-1998 .....	A



**Sources of income**

(See also specific type)

Classified by:

Marital status ..... 1.3

Size of adjusted gross income ..... 1.4

Reported on:

Returns with itemized deductions ..... 2.1

Classified by marital status ..... 2.2

**Sources of data**

(See description of sample)

**Spouse IRA**

Time series, 1994-1998 ..... A

**Standard deduction**

(See also Basic and additional standard deductions)

Change in Law ..... pg 12

Classified by:

Marital status ..... 1.2

Size of adjusted gross income ..... 1.2

Definition ..... pg 110

Time series, 1994-1998 ..... A

**State income tax refunds**

(See Taxes paid deduction)

Classified by:

Marital status ..... 1.3

Size of adjusted gross income ..... 1.4

Definition ..... pg 110

Reported on:

Returns with itemized deductions ..... 2.1

Classified by marital status ..... 2.2

Time series, 1994-1998 ..... A

**State and local income taxes**

Definition ..... pg 110

Reported on returns with itemized

Deductions ..... 2.1

**Statutory adjustments**

(See also specific type)

Classified by:

Marital status ..... 1.3

Size of adjusted gross income ..... 1.4

1979 income concept ..... B

Definition ..... pg 111

Reported on:

Returns with itemized deductions ..... 2.1

Classified by marital status ..... 2.2

Time series, 1994-1998 ..... A

Type of adjustment ..... 1.4

**Student loan interest deduction**

Change in Law..... pg 12

Classified by:

Marital status ..... 1.3

Definition ..... pg 111

Reported on:

Returns with itemized deductions

Classified by marital status ..... 2.2

Time series, 1994-1998 .....A

Type of adjustment..... 1.4

**Surviving spouses, returns of**

(See also Marital filing status)

Classified by:

Each rate at which tax was computed .. 3.6

Marginal tax rate ..... 3.4

Sources of income ..... 1.3

Size of adjusted gross income ..... 1.2

Type of exemption ..... 2.4

Reported on returns with itemized

Deductions classified by marital status ... 2.2

**T****Tax credits**

(See also specific type)

Classified by:

Marital status ..... 1.3

Size of adjusted gross income ..... 3.3

1979 income concept ..... B

Reported on:

Returns with modified taxable income . 3.1

Returns with itemized deductions ..... 2.1

Classified by marital status ..... 2.2

Time series, 1994-1998 ..... A

Type of credit ..... 3.3

**Tax due at time of filing**

Classified by:

Marital status .....	1.3
Size of adjusted gross income .....	3.3
Definition .....	pg 111
Reported on:	
Returns with itemized deductions	
Classified by marital status .....	2.2
Time series, 1994-1998 .....	A

**Tax generated**

Classified by:

Each rate at which tax was computed ..	3.6
Marginal tax rate .....	3.4
Marital status .....	3.4
Size of adjusted gross income .....	3.5
Tax generated at specified rate .....	3.5
Definition .....	pg 111
Reported on returns with modified	
Taxable income .....	3.1

**Tax items**

(See also specific type)

Classified by:

Accumulated size of adjusted gross	
Income .....	1.1
Marital status .....	1.3
Size of adjusted gross income..	1.2, 1.4, 3.3
1979 income concept .....	B
Reported on:	
Returns with modified taxable income .	3.1
Returns with itemized deductions .....	2.1
Classified by marital status .....	2.2
Time series, 1994-1998 .....	A

**Tax liability**

Classified by:

Marital status .....	1.3
Size of adjusted gross income .....	3.3
Reported on:	
Returns with itemized deductions	
Classified by marital status .....	2.2
Time series, 1994-1998 .....	A

**Tax payments**

(See also specific type)

Classified by:

Marital status .....	1.3
Size of adjusted gross income .....	3.3
Definition .....	pg 112
Reported on:	
Returns with itemized deductions	
Classified by marital status .....	2.2
Time series, 1994-1998 .....	A

**Tax penalty**

(See also Predetermined estimated tax penalty)

Definition .....	pg 112
Time series, 1994-1998 .....	A

**Tax preparation fee**

(See also Miscellaneous itemized deductions)

Definition .....	pg 112
Reported on returns with itemized	
Deductions .....	2.1

**Tax rates**

(See Income tax withheld)

**Tax withheld**

(See Income tax withheld)

**Tax-exempt interest**

Classified by:

Marital status .....	1.3
Size of adjusted gross income .....	1.4
Definition .....	pg 112
Reported on:	
Returns with itemized deductions .....	2.1
Classified by marital status .....	2.2
Time series, 1994-1998 .....	A

**Taxable income**

Classified by:

Accumulated size of adjusted gross	
Income .....	1.1
Marital status .....	1.2, 1.3
Size of agi .....	1.1, 1.2, 1.4, 3.5
1979 income concept .....	B
Tax generated at specific rate .....	3.5
Definition .....	pg 113

<b>Reported on:</b> Returns with itemized deductions ..... 2.1 Classified by marital status ..... 2.2 Time series, 1994-1998 ..... A	<b>Total income</b> Definition ..... pg 114
<b>Taxable interest</b> Classified by: Marital status ..... 1.3 Size of adjusted gross income ..... 1.4 1979 income concept ..... B Definition ..... pg 113 Reported on: Returns with itemized deductions ..... 2.1 Classified by marital status ..... 2.2 Time series, 1994-1998 ..... A	<b>Total income, net gain less loss</b> Time series, 1994-1998 ..... A
<b>Taxable IRA</b> (See Individual retirement arrangement (IRA) taxable distributions)	<b>Total income tax</b> As percentage of adjusted gross income .. 3.2 Type of tax computation ..... 3.1 As percentage of taxable income ..... 1.1 Average ..... 1.1 Type of tax computation ..... 3.1 Classified by: Accumulated size of adjusted Gross income ..... 1.1 Each rate at which tax was computed .. 3.6 Marital status ..... 1.2, 1.3 Number of exemptions ..... 2.4 Size of adjusted gross Income ..... 1.1, 1.2, 2.1, 3.2, 3.3 1979 income concept ..... B Type of exemption ..... 2.3 Definition ..... pg 114 Reported on: Returns with earned income credit ..... 2.5 Returns with itemized deductions ..... 2.1 Classified by marital status ..... 2.2 Returns with modified taxable income . 3.1
<b>Taxable pensions and annuities</b> (See Pensions and annuities) Time series, 1994-1998 ..... A	<b>Total itemized deductions</b>
<b>Taxable returns</b> (See also Nontaxable returns) Classified by: Accumulated size of agi ..... 1.1 Size of adjusted gross Income ..... 1.1, 1.2, 1.4, 2.3, 3.3 Reported on: Returns with itemized deductions ..... 2.1	Classified by: Marital status ..... 1.2, 1.3 Size of adjusted gross income ..... 1.2, 1.4 1979 income concept ..... B Definition ..... pg 114 Reported on: Returns with itemized deductions ..... 2.1 Classified by marital status ..... 2.2 Limitation reported on: Returns with itemized deductions ..... 2.1 Classified by marital status ..... 2.2 Time series, 1994-1998 ..... A Type of deduction ..... 2.1
<b>Taxable social security</b> Time series, 1994-1998 ..... A	<b>Total miscellaneous deductions</b> (See miscellaneous deductions)
<b>Taxes paid deduction</b> Classified by marital status ..... 1.3 Definition ..... pg 113 Reported on: Returns with itemized deductions ..... 2.1 Classified by marital status ..... 2.2 Type of taxes paid deduction ..... 2.1	
<b>Total credits</b> (See also Tax credits and Total tax credits) Time series, 1994-1998 ..... A	



**Total payments**

Time series, 1994-1998 ..... A

**Total rent and royalty income or loss**

Definition ..... pg 114

**Total standard deduction**

(See Standard deduction)

Time series, 1994-1998 ..... A

**Total statutory adjustments**

(See Statutory adjustments)

Time series, 1994-1998 ..... A

**Total tax credits**

(See Tax credits)

Definition ..... pg 114

**Total tax liability**

(See Tax liability)

Definition ..... pg 115

**Type of tax computation**

Classified by size of adjusted gross

Income ..... 3.1

Definition ..... pg 115

**U****Unemployment compensation**

Classified by:

Marital status ..... 1.3

Size of adjusted gross income ..... 1.4

Definition ..... pg 115

Reported on:

Returns with itemized deductions ..... 2.1

Classified by marital status ..... 2.2

Time series, 1994-1998 ..... A

**Unreimbursed employee business expense**

(See also Miscellaneous itemized deductions and employee business expense)

Definition ..... pg 115

Reported on returns with itemized

Deductions ..... 2.1









